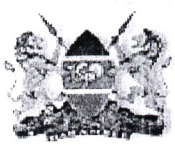
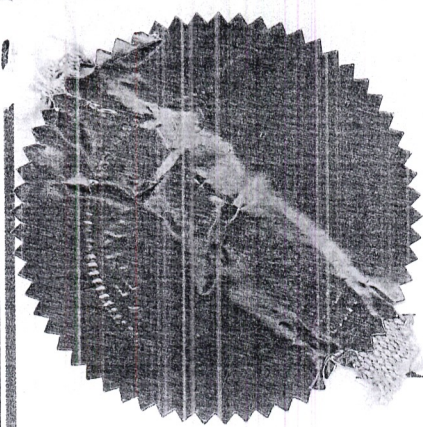


Republic of Kenya



COUNTY COUNCIL OF NAKURU
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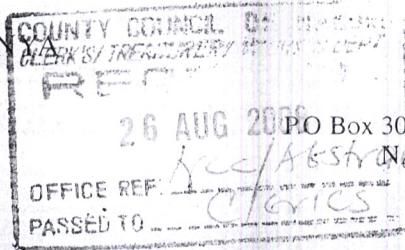
OF

**THE CONTROLLER
AND AUDITOR-GENERAL**

ON

**THE ABSTRACTS OF
ACCOUNTS OF THE COUNTY
COUNCIL OF NAKURU
FOR THE THREE (3)
YEARS ENDED
30 JUNE 2003**

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KENYA NATIONAL AUDIT OFFICE

REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE ABSTRACTS OF ACCOUNTS OF THE COUNTY COUNCIL OF NAKURU FOR THE THREE (3) YEARS ENDED 30 JUNE 2003

The attached Abstracts of Accounts of the County Council of Nakuru for the three (3) years ended 30 June 2003 have been audited under my direction in accordance with the provisions of Section 23(1) of the Exchequer and Audit Act, Cap 412.

1.0 Respective Responsibilities of the Council and the Controller and Auditor General

The Council is responsible for preparation of Abstracts of Accounts which give a true and fair view of the state of financial affairs of the Council and its operating results. My responsibility is to express an independent opinion on the financial statements based on the audit.

2.0 Basis of Opinion

The audit was conducted in accordance with the International Standards on Auditing. Those standards require that the audit be planned and performed with a view to obtaining reasonable assurance that the financial statements are free from material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies used and significant estimates made by the Council as well as evaluating the overall financial statements' presentation. I believe the audit provides a reasonable basis for my opinion.

3.0 Qualification Points

3.1 Non Submission, Opening Balances, Format and Accuracy of the Accounts

- (i) As previously reported, the Abstracts of Accounts for twenty six (26) years from 1971 to 30 June 1996 have not been prepared and

submitted for audit as required. The Council therefore continues to breach the law. In the absence of certified Accounts for 1995/1996 and prior years, the accuracy of the opening balances for the year 1996/1997 as at 01 July 1996 and for all the subsequent years, including the period under review, could not be confirmed.

- (ii) The Council used the Simplified Accounting Systems (SAS) format, in preparing its Accounts, which has not been approved and gazetted by the Minister for Local Government as required. The Council was in breach of the law.
- (iii) The Accounts were not properly signed on the face of the Balance Sheets. Further, they did not include Cash Flow Statements, comparative figures and approved estimates amounts as required. Although numerous amendments were recommended, amended Accounts have not been submitted to date. In addition, although the Municipal Council of Naivasha and Town Council of Molo were carved out from the County Council of Nakuru, the process of division of the assets and liabilities has not been finalized to date.

In view of the above issues, the accuracy of the Accounts under review could not be confirmed.

3.2 Fixed Assets

The Fixed Assets increased from Kshs.51,411,198.10 as at 30 June 2000 to Kshs.63,473,248.00 as at 30 June 2003. However, the Council did not maintain a Fixed Assets Register (FAR). Further, ownership documents for land, three vehicles and a ZA trailer and valuation reports for its assets were not made available for audit review. In addition, included in the Fixed Assets is an amount of Kshs.4,501,371.85 worth of assets belonging to Town Council of Molo. The Council has not explained why the value of the assets belonging to another Council were included in the Accounts. In view of the foregoing, it was not possible to confirm the accuracy of the Fixed Assets as stated in the Balance Sheet as at 30 June 2003.

3.3 Renewals Funds

Section 219 (1) of the Local Government Act, Cap 265 requires the Council to create adequate Renewals Funds to provide for the entire or partial replacement of some or all of its assets, which, owing to depreciation or other cause, will require at some future date to be replaced. However, no renewals funds were created and set aside as required. The Council was,

therefore, in breach of the law. Further, it is not clear how the Council intends to finance the replacement of its assets, in future, in the absence of renewals funds.

3.4 Loans Outstanding

The Loans Outstanding balances decreased from Kshs.6,233,856.25 as at 30 June 2001 to Kshs.4,484,938.15 as at 30 June 2003. However, the amounts reflected in the Accounts differed with the amounts reflected in the records made available for audit as follows:-

National Housing Loans (NHC)

| Type | 2000/2001 Kshs | 2001/2002 Kshs | 2002/2003 Kshs |
|----------------------|-------------------------------|-------------------------------|-------------------------------|
| Balance per Accounts | 1,206,210.00 | 1,070,390.45 | 934,561.00 |
| Balance per records | <u>13,022,000.60</u> | <u>14,087,476.00</u> | <u>15,104,892.20</u> |
| Difference | <u>(11,815,840.60)</u> | <u>(13,017,085.55)</u> | <u>(14,170,331.20)</u> |

Local Government Loans Authority (LGLA)

| | | | |
|----------------------|----------------------------|----------------------------|------------------------------|
| Balance per Accounts | 5,027,636.65 | 4,289,006.75 | 3,550,766.00 |
| Balance per records | <u>1,206,219.00</u> | <u>4,495,273.00</u> | <u>4,700,766.55</u> |
| Difference | <u>3,821,417.55</u> | <u>(206,266.25)</u> | <u>(1,150,000.55)</u> |

Further, the loans files made available for audit did not indicate the principal amounts, dates loans were advanced, amounts repaid together with the interest accrued and paid. Under the circumstances, it was not possible to confirm the accuracy of the Loans Outstanding balances as at the end of each year under review.

3.5 Cash and Bank Balances

The Cash and Bank balances increased from Kshs.2,918,535.70 as at 30 June 2001 to Kshs.6,860,490.65 as at 30 June 2002 and then decreased to an overdraft of Kshs.(1,882,512.45) as at 30 June 2003. However, the main cash book was not only incomplete but had also not been balanced daily as required. In addition, boards of survey reports to confirm cash in hand, monthly bank reconciliation statements, and bank balances confirmation certificates were not made available for audit review. In the circumstances,

the accuracy of the Cash and Bank balances reflected in the Accounts under review could not be confirmed.

3.6 Sundry Debtors

The Sundry Debtors balances increased from Kshs.212,125,480.05 as at 30 June 2001 to Kshs.283,371,522.35 as at 30 June 2003. However, no provision was made for bad and doubtful debts in the Accounts under review. The major Sundry Debtors comprise property rates and plot rents as reflected in note 3.6 (a) to the Accounts. The outstanding imprests fluctuated between Kshs.13,409,186.55 as at 30 June 2001 to Kshs.14,481,218.35 as at 30 June 2003. The Sundry Debtors further included refer to drawer (RD) cheques amounts which increased from Kshs.7,050,833.95 as at 30 June 2001 to Kshs.8,901,792.00 as at 30 June 2003. However, the actual cheques and cheques registers were not made available for audit review. Further, no debtors individual schedules and ledgers were made available for audit. It was, therefore, not possible to confirm the accuracy and recoverability of the Sundry Debtors balances reflected in each of the three (3) years under audit.

3.7 Budget and Budgetary Control

During the three years under review, the Council did not operate within the approved budgets. It incurred over-expenditure of Kshs.161,934,123.30 or 203% of the approved total estimates for the three years of Kshs.79,430,120.00. It also realized revenue shortfalls totalling Kshs.45,921,646.00 or 43.3% of the approved total estimated revenue for the same period of Kshs.105,904,891.00. The Council was therefore in breach of the law.

3.8 Local Authorities Transfer Fund (LATF)

During the three years ended 30 June 2003, the Council received Kshs.118,209,368.30 as LATF grants. However, the LATF cash books were rarely written up to date during the three (3) years under review. Further, no separate LATF bank accounts were operated as required. In the circumstances, the Council was in breach of LATF Regulations.

3.9 Financial Improprieties

During the period under review, the Council incurred expenditures totalling Kshs.304,694.00 which were supported by duplicates as opposed to original

payment vouchers. Further, payments amounting to Kshs.1,207,046.20 did not have valid supporting documents. In addition, unexplained payments amounting to Kshs.1,577,200.00 were made to Longonot Mai Mahiu Multipurpose. No explanation was given on the nature and purpose of the payment. In the circumstances, the propriety of these expenditures could not be confirmed.

3.10 Non Response to Audit Queries and Draft Report

The Abstracts of Accounts for the three (3) years ended 30 June, 2003 were audited and material issues raised with the Council for comments through a letter dated 24 November 2005. Further, a draft report which the Controller and Auditor General intended to issue on the Abstracts of Accounts for the three (3) years was submitted to the Council for comments through a letter dated 8 December 2006. No responses have been received to date. It is, therefore, not possible to determine what actions have been taken or are being taken, if any, to redress the issues raised.

4.0 Opinion

In view of the reservations set out in paragraphs 3.1 to 3.10 above, I am unable to express an opinion in accordance with Section 26(2) of the Act that:-

- (i) All the information and explanations required for the purpose of the audit were obtained;
- (ii) The Accounts have been properly maintained and are in order;
- (iii) The Consolidated Balance Sheets give a true and fair view of the financial position as at the end of each of the three (3) years;
- (iv) The Summary of Revenue Accounts gives a true and fair view of the income and expenditure of the Council for each of the three (3) years; and
- (v) The Accounts comply with the Local Government Act, Cap 265.



P. N. KOMORA, CBS
CONTROLLER AND AUDITOR GENERAL

Nairobi

12 August 2008

CA 100 21

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS

for the year ended

30TH JUNE 2003

KAVILI & COMPANY

Certified Public Accountants
Jogoo Rd. Business Centre Building
Room 131
P. O. Box 68188 Tel: 553438/534429
Email: kavili@insightkenya.co
NAIROBI

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2002

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NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

TREASURER'S REPORT

1.1 INTRODUCTION

The accounts presented relate to the financial year 2002/2003 which commenced from 1st July 2002 and ended on 30th June 2003

The revenue accounts, the balance sheet read together with the notes to the accounts reflect both the financial transactions for the year under review as well as the financial position of the Council as at 30th June 2003.

There were no significant changes in both the financial administration and the management of the Council's finance portfolio during the year and the undersigned continued to discharge the functions of the Council's chief finance officer (County Treasurer)

1.2 LATF CONDITION AND REGULATIONS

The preparation and submission of the annual Abstracts of Accounts is part of the continued effort to update the Accounts so as to comply with the relevant provisions of the Local Government Act (CAP 265) and at the same time fulfil the stringent conditions set out under LATF regulations.

In pursuance to these requirements, this Council has now been able to submit for Audit all the Abstracts of Accounts for the years 1996/97 to 2000/2001. The Accounts for the years 2001/2002 will be submitted for Audit together with these Accounts. The submission of the Abstracts of Accounts for the year 2002/2003 at this time enables the Council to fulfil LATF conditions on latest submission date which was set as 31st December 2003.

In addition, the Council has now for the first time been able to prepare and submit its Abstracts of Accounts within six (6) months after the close of the financial year (2002/2003) and hence has fully complied with the provision of the Local Government Act (CAP 265)

1.3 RESPONSIBILITY OF VARIOUS DEPARTMENTS

The council's operations during the year 2002/2003 were effected through the same 6 (six) main departments and various sub-department as follows:

(a) Clerk's Departments

Sub-departments

- (i) Administration
- (ii) Enforcement
- (iii) Registry
- (iv) Establishment

(b) Treasurer's Department

Sub-departments

- (i.) Administration
- (ii.) Payments
- (iii.) Plots
- (iv.) Salaries
- (v.) Markets
- (vi.) Revenue
- (vii.) Accounts
- (viii.) Rates
- (ix.) Audit
- (x.) Stores
- (xi.) Computer

(c) Councillours / Civic Department

Councillors / Civic

(d) Works Department

Sub-departments

- (i) Garage / Workshops
- (ii) Plant operators
- (iii) Survey & drawings
- (iv) Housing

(e) Conservancy services

- (i) Conservancy services

(f) Social services Department

- (i) Social services (Administration)
- (ii) Community Department
- (iii) Home craft

Each department is responsible for the activities assigned to it by the Council through the relevant committees and in some cases the statute (Local Government Act – CAP 265)

The summary of departmental duties and responsibilities are outlined in the mission statements that introduce their individual financial performances in the revenue accounts.

1.4 MAIN FEATURES IN THE ACCOUNTS

These accounts read together with the notes to the Accounts are presented in a detailed format to enable the Management of the Council and other stakeholders to understand and appreciate the Accounts and hence facilitate the improvement of the future financial performance of the Council.

1.7 RECORD KEEPING AND MAINTENANCE

Although most of the primary books of Accounts were maintained, the following discrepancies has affected the quality of those Accounts during the year under review: -

- (a) The operation of many uncoordinated bank Accounts
- (b) Missing of various bank statements
- (c) No cash survey undertaken at the close of the financial year.
- (d) The un-resolved issues of unallocated bank transfers, unsupported and un-coded payments
- (e) Un-coded expenditure in respect of various reimbursements.

It is however observed that despite the numerous discrepancies as indicated above, efforts were made to prepare and balance the Accounts as attached. Since the Council's Abstracts of Accounts is now up to date, it is anticipated that the next line of action will be to improve the operational methods in payments so as to eliminate the discrepancies noted in these and the previous Abstracts of Accounts.

J. D. Kacuri
.....
D.N. KACURI
COUNTY TREASURER

DATE: *23rd Sept. 98*
.....

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

CONSOLIDATED BALANCE SHEET

| FIXED ASSETS | NOTES | AS AT 30.6.2003 | | AS AT 30.6.2002 | |
|------------------------------------|-------|-----------------|-----------------------|-----------------|-----------------------|
| | | KSHS | KSHS | KSHS | KSHS |
| Land | 3.4 | 1,276,490.00 | | 1,276,490.00 | |
| Offices | 3.4 | 952,000.00 | | 952,000.00 | |
| Houses | 3.4 | 18,003,722.30 | | 18,003,722.30 | |
| Health centres & dispensaries | 3.4 | 769,559.95 | | 769,559.95 | |
| Beer halls | 3.4 | 153,858.00 | | 153,858.00 | |
| Community halls & centres | 3.4 | 473,000.00 | | 473,000.00 | |
| Markets & stadia | 3.4 | 2,244,624.00 | | 2,244,624.00 | |
| Other capital outlays | 3.4 | 1,739,783.75 | | 1,739,783.75 | |
| Vehicle & plants | 3.4 | 35,844,250.00 | | 30,920,380.00 | |
| Furniture, fittings & equipments | 3.4 | 1,899,000.00 | | 1,899,000.00 | |
| Slaughter houses & slabs | 3.4 | 117,960.00 | | 117,960.00 | |
| | | | 63,473,248.00 | | 58,549,378.00 |
| CURRENT ASSETS | | | | | |
| Cash and bank balances | 3.5 | (1,882,512.45) | | 6,860,490.65 | |
| Sundry debtors | 3.6 | 293,371,522.35 | | 247,085,765.40 | |
| Sundry debtors (GOK/LATF) | 3.6 | - | | 4,379,896.00 | |
| Transfer | 3.6 | 7,396,189.45 | | 7,404,029.85 | |
| Total current assets | | | 288,885,199.35 | | 265,730,181.90 |
| CURRENT LIABILITIES | | | | | |
| Sundry creditors & others accounts | 3.7 | 95,897,889.10 | | 108,522,665.70 | |
| Total Current Liabilities | | | 95,897,889.10 | | 108,522,665.70 |
| Net Current Assets | | | 192,987,310.25 | | 157,207,516.20 |
| Total Assets | | | 256,460,558.25 | | 215,756,894.20 |
| REPRESENTED BY: | | | | | |
| General Fund balance | 3.8 | 92,459,269.35 | | 85,016,627.50 | |
| | | | 92,459,269.35 | | 85,016,627.50 |
| Loans outstanding | | | | | |
| Local government Loans Authority | 3.9 | 934,561.30 | | 1,070,390.45 | |
| National Housing Corporation | 3.9 | 3,550,376.85 | | 4,289,006.75 | |
| | | | 4,484,938.15 | | 5,359,397.20 |
| Capital discharged | | | | | |
| Loans redeemed | 3.10 | 17,144,563.95 | | 16,270,110.90 | |
| Revenue contribution to capital | 3.11 | 27,781,690.00 | | 27,781,690.00 | |
| LATF contribution to capital | 3.12 | 12,062,050.00 | | 2,000,000.00 | |
| Donations applied | 3.13 | 2,000,000.00 | | 7,138,180.00 | |
| | | | 58,988,309.95 | | 53,189,980.90 |
| Provisions | | | | | |
| Provision for bad debts | | 100,528,040.00 | | 72,190,888.60 | |
| | | | 100,528,040.00 | | 72,190,888.60 |
| | | | 256,460,557.45 | | 215,756,894.20 |
| SIGNED:..... | | | SIGNED:..... | | |
| MR. KODERO | | | MR. D N. KAGURI | | |
| COUNTY CLERK | | | COUNTY TREASURER | | |
| DATE:..... | | | DATE:..... | | |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003
SUMMARY OF REVENUE ACCOUNT DEPARTMENTALY

| DEPARTMENT | PERSONNEL | | | OPERATIONS | | | MAINTENANCE | | | REVENUE CONT. | | | EXPENDITURE | | RECEIPTS | | SURPLUS / (DEF. CIT) | | |
|--------------------------------------|---------------|---------------|---------------|--------------|---------------|---------------|-------------|------|------|---------------|------|------|-------------|------|----------|------|----------------------|------|--|
| | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | KSHS | |
| CLERK'S DEPARTMENT | 12,376,245.10 | 20,028,667.15 | 6,779,760.35 | 251,269.00 | 19,407,274.45 | 4,195,972.00 | | | | | | | | | | | | | |
| TREASURER'S DEPARTMENT | | | 4,262,133.75 | 118,877.00 | 24,409,671.50 | 8,368,791.40 | | | | | | | | | | | | | |
| CIVIC / COUNCILLORS DEPARTMENT | | | 12,634,725.20 | 31,500.00 | 12,666,225.20 | | | | | | | | | | | | | | |
| COMMUNITY/SOCIAL SERVICES DEPARTMENT | 7,431,498.20 | | 249,304.50 | | 7,680,802.70 | | | | | | | | | | | | | | |
| WORKS DEPARTMENT | 4,382,899.55 | | 1,518,039.30 | 1,072,444.60 | 6,973,383.45 | 3,130,660.00 | | | | | | | | | | | | | |
| CONSERVANCY DEPARTMENT | 12,774,899.45 | | 7,000.00 | 45,732.00 | 12,827,631.45 | 2,194,900.00 | | | | | | | | | | | | | |
| LAF | | | 619,475.30 | 9,346,227.00 | 14,589,572.30 | 43,141,000.00 | | | | | | | | | | | | | |
| TOTALS | 56,997,009.45 | 26,279,435.20 | 10,366,033.60 | 4,923,870.00 | 61,340,493.45 | 28,251,427.70 | | | | | | | | | | | | | |
| Corporate Receipts summary | | | | | | | | | | | | | | | | | | | |
| Land taxes | | | | | | | | | | | | | | | | | | | |
| Cesses | | | | | | | | | | | | | | | | | | | |
| Licences | | | | | | | | | | | | | | | | | | | |
| Foil rate | | | | | | | | | | | | | | | | | | | |
| LASC | | | | | | | | | | | | | | | | | | | |
| Total | | | | | | | | | | | | | | | | | | | |
| Net Surplus / (Deficit) for the year | | | | | | | | | | | | | | | | | | | |
| Fund balance brought forward | | | | | | | | | | | | | | | | | | | |
| Less: Provision for bad debts | | | | | | | | | | | | | | | | | | | |
| Fund balance carried forward | | | | | | | | | | | | | | | | | | | |

| NAKURU COUNTY COUNCIL | | | | |
|---|--------------------------------|-----------------------------|-------------------------------|-----------------------------|
| ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003 | | | | |
| SUMMARY OF REVENUE ACCOUNT (Corporate receipts) | | | | |
| CODE | SUBJECTIVE HEAD | 2001/2002 ACTUAL KSHS | 2002/2003 APPROVED KSHS | 2002/2003 ACTUAL KSHS |
| | Corporate receipts | | | |
| 702 | Plot rents | 12,435,000.00 | 6,300,000.00 | 12,435,000.00 |
| 742 | Rates | 29,111,537.80 | 14,902,707.00 | 32,604,922.30 |
| | Total land taxes | 41,546,537.80 | 21,202,707.00 | 45,039,922.30 |
| | Cess | | | |
| 733 | Hides & skins cess | - | 10,000.00 | - |
| 734 | Produce cess | 4,177,566.15 | 1,324,376.00 | 6,511,956.00 |
| 735 | Wheat cess | 3,503,000.00 | 700,000.00 | - |
| 737 | Barley cess | - | 1,000,000.00 | - |
| 738 | Maize cess | - | 250,000.00 | - |
| 739 | Pyrethrum cess | 1,275,808.10 | 500,000.00 | - |
| 741 | Tea cess | 128,376.30 | - | - |
| 742 | Sand cess | - | 4,055,000.00 | - |
| | Total cesses | 9,084,750.55 | 7,839,376.00 | 6,511,956.00 |
| 792 | Premises licences | 21,369,441.00 | 19,991,828.00 | 18,929,066.60 |
| | Total licences | 21,369,441.00 | 19,991,828.00 | 18,929,066.60 |
| | Other receipts | | | |
| 745 | Poll rates | 160,775.00 | 160,540.00 | 99,805.00 |
| | Total other receipts | 160,775.00 | 160,540.00 | 99,805.00 |
| 742 | Local authority service charge | 195,837.25 | - | 2,915,960.00 |
| | Total LASC | 195,837.25 | - | 2,915,960.00 |
| | Total corporate receipts | 72,357,341.60 | 49,194,451.00 | 73,496,709.90 |
| | Total service receipts | 54,743,794.00 | - | 61,340,493.40 |
| | Total receipts | 127,101,135.60 | 49,194,451.00 | 134,837,203.30 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

CLERK'S DEPARTMENT - CODE - 1/B

MISSION STATEMENT

- A - To provide advice to the Council in the policy management of the Council
 B - To provide leadership to paid staff and to ensure smooth operations, effective personnel administration and take legal action as provided by the law.

| | | 2001/2002 | 2002/2003 | 2002/2003 |
|------------------------|----------------------------------|------------------------|------------------------|------------------------|
| SUBJECTIVE HEAD | | ACTUAL | APPROVED | ACTUAL |
| A/C CODE | SERVICE RECEIPT | KSHS | KSHS | KSHS |
| 706 | Office rent | - | 72,000.00 | - |
| 708 | Court fines | 300.00 | 60,000.00 | - |
| 719 | Electricity | - | 30,000.00 | - |
| 781 | Miscellaneous income | 1,279,212.30 | 100,000.00 | 2,653,742.00 |
| 782 | Sale & application | 793,270.00 | 680,000.00 | 563,730.00 |
| 785 | Sale of plot application form | 569,250.00 | 1,200,000.00 | 761,700.00 |
| 786 | Receipts of Admin. Plots | 226,980.00 | 750,000.00 | 217,800.00 |
| | Total receipts | 2,869,012.30 | 2,892,000.00 | 4,196,972.00 |
| EXPENDITURE | | | | |
| PERSONNEL | | | | |
| 1B-001 | Salaries & wages | 6,323,096.40 | 7,081,590.00 | 7,844,268.10 |
| 1B-003 | Council's contribution to NSSF | 160,653.35 | 223,200.00 | 202,584.00 |
| 1B-004 | Council's contribution to PF | 154,808.35 | 167,767.00 | 214,163.80 |
| 1B-005 | Council's contribution to KLGOSF | 165,345.55 | 211,058.00 | 221,690.10 |
| 1B-012 | House allowance | 2,308,969.10 | 3,394,800.00 | 3,790,867.75 |
| 1B-017 | Cycle allowance | 1,667.70 | 1,200.00 | 150.00 |
| 1B-015 | Leave allowance | 149,849.10 | 202,430.00 | 102,521.35 |
| | Total personnel | 9,264,389.55 | 11,282,045.00 | 12,376,245.10 |
| OPERATIONS | | | | |
| 1B-014 | Travelling & subsistence | 608,389.00 | 390,000.00 | 1,359,446.40 |
| 1B-016 | Training & examination | 202,562.75 | 115,000.00 | 85,700.00 |
| 1B-018 | Medical allowances | - | 800.00 | - |
| 1B-031 | Printing & stationery | 2,214,108.00 | 605,000.00 | 1,216,171.00 |
| 1B-032 | Postage & telephone | 157,400.00 | 268,200.00 | 212,632.30 |
| 1B-033 | Insurances & licences | 422,214.00 | 675,000.00 | 1,199,764.10 |
| 1B-036 | Legal fees | 841,844.00 | 230,000.00 | 570,000.00 |
| 1B-037 | Clothing & uniform | 103,600.00 | 414,000.00 | 59,200.00 |
| 1B-038 | Loan charges | 1,065,426.30 | - | 1,017,415.35 |
| 1B-043 | Electricity & water conservancy | 366,806.00 | 324,500.00 | 498,056.40 |
| 1B-044 | Furniture & fittings | - | 23,200.00 | 8,175.00 |
| 1B-045 | Rent & rates | 32,400.00 | 22,000.00 | 91,944.80 |
| 1B-056 | Renewal funds | - | 16,000.00 | - |
| 1B-064 | Miscellaneous expenses | 136,262.00 | 57,000.00 | 68,068.00 |
| 1B-067 | Subscription to ALGAK & ALGAE | 73,767.00 | 42,000.00 | 14,360.00 |
| 1B-069 | Town planning fees | - | 28,800.00 | 28,880.00 |
| 1B-052 | Petrol & tyres | 47,617.00 | - | 349,947.00 |
| | Total operations | 6,772,396.05 | 3,211,500.00 | 6,779,760.35 |
| MAINTENANCE | | | | |
| 1B-041 | Repair and maintenance | 175,675.00 | 50,500.00 | 230,099.00 |
| 1B-061 | Equipments & tools | 27,184.00 | 39,000.00 | 17,170.00 |
| 1B-051 | Vehicles repair | 64,520.00 | - | 4,000.00 |
| | Total maintenance | 267,379.00 | 89,500.00 | 251,269.00 |
| | TOTAL EXPENDITURE | 16,304,164.60 | 14,583,045.00 | 19,407,274.45 |
| | NET SURPLUS / (DEFICIT) | (13,435,152.30) | (11,691,045.00) | (15,210,302.45) |

NAKURU COUNTY COUNCIL
ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003
TREASURER'S DEPARTMENT - CODE - 1C

MISSION STATEMENT

- A - To provide financial advice to the council for the efficient operation of the Council.
 B - To ensure financial transactions are properly recorded and internal control is adhered to.
 C - To collect all revenue due to the Council and to ensure there are sound financial management system in the council.

| | | <u>2001/2002</u> | <u>2002/2003</u> | <u>2002/2003</u> |
|------------------------|----------------------------------|----------------------|----------------------|----------------------|
| <u>SUBJECTIVE HEAD</u> | | <u>ACTUAL</u> | <u>APPROVED</u> | <u>ACTUAL</u> |
| <u>A/C CODE</u> | <u>SERVICE RECEIPT</u> | <u>KSHS</u> | <u>KSHS</u> | <u>KSHS</u> |
| 701 | House rent | 355,993.35 | - | 472,514.80 |
| 703 | Allotment fees | 19,990.00 | 93,083.00 | 161,440.00 |
| 705 | Plot transfer fees | 448,340.00 | 668,915.00 | 409,305.00 |
| 706 | Lock ups & stalls | 468,260.00 | 581,344.00 | 448,846.00 |
| 708 | Shop rents | - | 5,000.00 | - |
| 717 | Market fees | 4,383,403.00 | 4,422,314.00 | 4,268,968.00 |
| 720 | Burial fees | 55,570.00 | 220,000.00 | 224,095.00 |
| 728 | Clearance certificates | 86,800.00 | 210,000.00 | 66,100.00 |
| 730 | Auction fees | 210,570.00 | 110,000.00 | 137,295.00 |
| 743 | Water reconnection fees | 7,100.00 | 12,000.00 | - |
| 744 | Water charge | 40,160.00 | 255,000.00 | 36,750.00 |
| 781 | Miscellaneous | 1,058,208.35 | 466,378.00 | 2,143,477.60 |
| 789 | Site & services | 185,595.00 | - | - |
| | Total service receipts | 7,321,959.70 | 7,044,034.00 | 8,368,791.40 |
| EXPENDITURE | | | | |
| PERSONNEL | | | | |
| 1C-001 | Salaries & wages | 11,176,143.80 | 11,238,640.00 | 12,440,158.35 |
| 1C-003 | NSSF | 195,578.50 | 234,000.00 | 228,280.00 |
| 1C-004 | Councils contribution to PF | 623,897.60 | 566,486.00 | 955,325.75 |
| 1C-005 | Councils contribution to SF | 543,864.30 | 631,233.00 | 575,864.30 |
| 1C-012 | House allowances | 4,104,177.45 | 4,706,460.00 | 5,673,270.85 |
| 1C-013 | Acting allowance | - | - | (19,575.25) |
| 1C-015 | Leave allowance | 130,859.30 | 321,915.00 | 175,343.15 |
| 1C-016 | Car & cycle allowance | 7,738.00 | 12,400.00 | - |
| | Total personnel | 16,782,258.95 | 17,711,134.00 | 20,028,667.15 |
| OPERATIONS | | | | |
| 1C-014 | Travelling & subsistence | 862,711.00 | 954,000.00 | 1,213,633.00 |
| 1C-016 | Training & exams | - | - | 25,333.00 |
| 1C-016 | Medical expenses | - | 6,000.00 | - |
| 1C-031 | Printing & stationery | 363,541.00 | 1,285,000.00 | 1,692,783.50 |
| 1C-032 | Postage & telephone | - | 148,700.00 | - |
| 1C-033 | Insurance & licenses | - | 390,000.00 | - |
| 1C-034 | Audit fees | 104,000.00 | 200,000.00 | 500,000.00 |
| 1C-035 | Bank charges | 170,388.00 | 150,000.00 | 482,036.75 |
| 1C-043 | Electricity, water & conservancy | 100,000.00 | 200,000.00 | 63,583.00 |
| 1C-036 | Legal fees | - | 100,000.00 | - |
| 1C-038 | Loan charges | 214,233.40 | - | 205,404.50 |
| 1C-045 | Rent charges | - | 20,350.00 | 12,200.00 |
| 1C-052 | Petrol & oil tyres | 54,972.00 | 745,500.00 | - |
| 1C-056 | Renewal funds | - | 409,500.00 | - |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

TREASURER'S DEPARTMENT - CODE - 1C

| | | <u>2001/2002</u> | <u>2002/2003</u> | <u>2002/2003</u> |
|--------------------|--------------------------------|------------------------|------------------------|------------------------|
| | | <u>ACTUAL</u> | <u>APPROVED</u> | <u>ACTUAL</u> |
| | | <u>KSHS</u> | <u>KSHS</u> | <u>KSHS</u> |
| OPERATIONS | | | | |
| 1C-064 | Miscellaneous expenses | 359,656.35 | 128,200.00 | 67,160.00 |
| 1C-082 | Workmen compensation | - | 86,800.00 | - |
| | Total operations | 2,229,501.75 | 4,824,050.00 | 4,262,133.75 |
| MAINTENANCE | | | | |
| 1C-041 | Upkeep of offices | 92,670.00 | 155,700.00 | 1,850.00 |
| 1C-044 | Furniture & fittings | 4,750.00 | 184,500.00 | - |
| 1C-051 | Vehicle repairs | 5,510.00 | 696,500.00 | - |
| 1C-061 | Equipments & machine | 35,124.00 | 175,754.00 | 117,021.00 |
| | Total | 138,054.00 | 1,212,454.00 | 118,671.00 |
| | TOTAL EXPENDITURE | 19,149,814.70 | 23,747,638.00 | 24,409,671.90 |
| | NET SURPLUS / (DEFICIT) | (11,827,825.00) | (16,703,604.00) | (16,040,830.50) |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

CIVIC / COUNCILLORS DEPARTMENT

MISSION STATEMENT

A - To facilitate the representation of the public's view to ensure that policies of the Council are in accordance with the aspiration of the public.

| <u>A/C CODE</u> | <u>SUBJECTIVE HEAD</u> | <u>2001/2002 ACTUAL KSHS</u> | <u>2002/2003 APPROVED KSHS</u> | <u>2002/2003 ACTUAL KSHS</u> |
|-----------------|-----------------------------------|--------------------------------------|--|--------------------------------------|
| | SERVICE RECEIPTS | | | |
| | Total receipts | - | - | - |
| | EXPENDITURE | | | |
| | PERSONNEL | | | |
| | Total personnel | - | - | - |
| | OPERATIONS | | | |
| 1D-014 | Subsistence allowance | 651,303.65 | 400,000.00 | 50,675.00 |
| | Vice chairman allowance | - | 342,000.00 | - |
| 1D-021 | Chairman allowance | 10,000.00 | 360,000.00 | 30,694.30 |
| | Chairman personal allowance | - | 120,000.00 | - |
| | Committee chairman | - | 1,296,000.00 | - |
| 1D-022 | Other Councillors allowance | 9,245,773.45 | 14,550,000.00 | 11,084,497.95 |
| 1D-018 | Medical expenses | - | 40,000.00 | - |
| 1D-025 | Councillor's Travelling allowance | 496,194.65 | 600,000.00 | 1,012,595.30 |
| 1D-026 | Entertainment | 141,750.00 | 150,000.00 | 482,366.25 |
| 1D-027 | Education tour | 72,000.00 | 800,000.00 | 124,400.00 |
| | Furniture & fittings | - | 10,000.00 | - |
| 1D-052 | Robes provisions | - | 16,000.00 | 15,094.40 |
| 1D-036 | Legal fees | - | - | 34,400.00 |
| 1D-034 | Miscellaneous | 42,319.95 | - | - |
| | Total operations | 10,659,341.70 | 18,684,000.00 | 12,834,723.20 |
| | MAINTENANCE | | | |
| 041 | Repairs & maintenance of office | - | - | 31,500.00 |
| | Total maintenance | - | - | 31,500.00 |
| | TOTAL EXPENDITURE | 10,659,341.70 | 18,684,000.00 | 12,866,223.20 |
| | NET SURPLUS / (DEFICIT) | (10,659,341.70) | (18,684,000.00) | (12,866,223.20) |

| NAKURU COUNTY COUNCIL | | | | |
|--|----------------------------------|-----------------------------|-------------------------------|-----------------------------|
| ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003 | | | | |
| SOCIAL SERVICES DEPARTMENT - CODE - 2A | | | | |
| MISSION STATEMENT | | | | |
| A - To educate self help groups how to run income generating projects | | | | |
| B - To give social economic education to the general public through public barazas | | | | |
| A/C CODE | SUBJECTIVE HEAD | 2001/2002 ACTUAL KSHS | 2002/2003 APPROVED KSHS | 2002/2003 ACTUAL KSHS |
| SERVICE RECEIPTS | | | | |
| 708 | Letting stadium & social halls | 30,898.00 | 100,000.00 | 19,900.00 |
| 701 | House rents | - | 12,360.00 | - |
| 716 | Tuition fees | (4,300.00) | 80,000.00 | (19,650.00) |
| 719 | Miscellaneous income | - | 5,000.00 | - |
| 781 | Development fund | 22,550.00 | 80,000.00 | 7,900.00 |
| 781 | Miscellaneous | - | 2,500.00 | - |
| | Total receipts | 49,148.00 | 279,860.00 | 8,150.00 |
| EXPENDITURE | | | | |
| PERSONNEL | | | | |
| 2A-001 | Salaries | 4,066,307.35 | 3,904,080.00 | 4,704,830.00 |
| 2A-003 | Councils contribution to NSSF | 78,582.70 | 84,000.00 | 89,400.00 |
| 2A-004 | Councils contribution to PF | 228,429.75 | 201,312.00 | 283,408.20 |
| 2A-005 | Superannuation fund | 202,313.50 | 201,941.00 | 244,786.10 |
| 2A-012 | House allowance | 1,467,423.40 | 1,614,000.00 | 2,046,350.00 |
| 2A-015 | Leave allowances | 188,171.85 | 113,087.00 | 65,723.90 |
| 2A-017 | Car & cycle allowances | 720.00 | - | - |
| | Total personnel | 6,231,042.55 | 6,118,420.00 | 7,434,498.20 |
| OPERATIONS | | | | |
| 2A-014 | Travelling & subsistence | 12,170.00 | 205,000.00 | 49,267.50 |
| 2A-016 | Training & courses | 5,900.00 | 30,000.00 | - |
| 2A-017 | Cycle allowance | - | 4,200.00 | - |
| 2A-018 | Medical expenses | - | 20,000.00 | - |
| 2A-031 | Printing & stationery | 1,400.00 | 16,000.00 | - |
| 2A-033 | School bursaries | - | 400,000.00 | - |
| 2A-037 | Clothing & uniforms | - | 52,000.00 | - |
| 2A-040 | Contribution to harambee | 43,000.00 | 100,000.00 | 40,000.00 |
| 2A-043 | Electricity, water & conservancy | - | 145,000.00 | - |
| 2A-044 | Furniture & fittings | - | 165,000.00 | - |
| 2A-045 | Application fees | - | 12,000.00 | - |
| 2A-064 | Miscellaneous | - | 43,000.00 | 74,000.00 |
| 2A-065 | Entertainments | - | 10,000.00 | - |
| 2A-066 | National celebration | 88,671.00 | 334,000.00 | 21,786.00 |
| 2A-067 | Relief of destitute | 35,004.25 | 47,000.00 | 21,851.00 |
| 2A-069 | Contribution to polytechnics | - | 300,000.00 | - |
| 2A-068 | Office rent CD's | 35,200.00 | 47,000.00 | 12,400.00 |
| 2A-069 | Open ground maintenance | - | 9,000.00 | - |
| 2A-061 | Sports equipment | 54,230.00 | 66,000.00 | - |
| 2A-062 | Sport expenses | - | 195,000.00 | 30,000.00 |
| 2A-032 | Postage & telephones | - | 20,000.00 | - |
| 2A-063 | Teaching materials | - | 70,000.00 | - |
| | Total operations | 275,575.25 | 2,290,200.00 | 249,304.50 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

COMMUNITY / SOCIAL SERVICES DEPARTMENT - CODE - 2A

| | | <u>2001/2002</u> <u>ACTUAL</u> | <u>2002/2003</u> <u>APPROVED</u> | <u>2002/2003</u> <u>ACTUAL</u> |
|-----|------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | | <u>KSHS</u> | <u>KSHS</u> | <u>KSHS</u> |
| | <u>MAINTENANCE</u> | | | |
| 041 | Repairs & maintenance | 9,460.00 | 276,500.00 | - |
| 061 | Equipments tools & materials | - | 60,000.00 | - |
| | Total maintenance | 9,460.00 | 336,500.00 | - |
| | TOTAL EXPENDITURE | 6,516,983.80 | 8,745,120.00 | 7,633,802.70 |
| | NET SURPLUS / (DEFICIT) | (6,467,835.90) | (8,465,260.00) | (7,675,652.70) |

| NAKURU COUNTY COUNCIL | | | | |
|---|-------------------------------------|-----------------------------|-------------------------------|-----------------------------|
| ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003 | | | | |
| WORKS DEPARTMENT | | | | |
| MISSION STATEMENT | | | | |
| A - To ensure the general cleanliness of the Council's area and to provide toilets. | | | | |
| B - To provide proper town planning and development controls. | | | | |
| C - To maintain Council buildings | | | | |
| CODE | SUBJECTIVE | 2001/2002 ACTUAL KSHS | 2002/2003 APPROVED KSHS | 2002/2003 ACTUAL KSHS |
| SERVICE RECEIPTS | | | | |
| 701 | D/Milla wooden flats | 66,650.00 | | |
| 703 | Cjuka estates | - | | |
| 704 | Bondeni estates | - | 402,852.00 | 318,140.00 |
| 713 | Survey fees | 327,620.00 | 1,152,990.00 | 1,389,188.00 |
| 716 | Reimbursements of cost of land | 520,335.00 | 795,095.00 | 625,070.00 |
| 727 | Plan inspection fees | 177,320.00 | - | 187,400.00 |
| 731 | Hire of excavator | 2,000.00 | 400,000.00 | 2,000.00 |
| 781 | Hire of other vehicles | - | 100,000.00 | - |
| 782 | Plot showing fees | 754,630.00 | 1,015,060.00 | 908,882.00 |
| 783 | Hire of grader | - | 100,000.00 | - |
| | Total service receipts | 2,458,815.00 | 3,965,997.00 | 3,430,680.00 |
| EXPENDITURE | | | | |
| PERSONNEL | | | | |
| 001 | Salaries & wages | 2,501,128.00 | 1,563,360.00 | 2,773,237.80 |
| 003 | NSSF | 50,698.00 | 55,200.00 | 63,340.00 |
| 004 | Provident fund | 125,861.70 | 45,612.00 | 194,675.00 |
| 005 | KLGOSF | 61,636.90 | 27,086.00 | 95,734.75 |
| 012 | House allowance | 848,100.00 | 692,400.00 | 1,191,438.30 |
| 015 | Leave allowance | 55,918.80 | 46,900.00 | 64,473.70 |
| | Total personnel | 3,643,343.40 | 2,430,558.00 | 4,382,899.55 |
| OPERATIONS | | | | |
| 014 | Travelling & subsistence | 37,510.00 | 425,000.00 | 321,766.00 |
| 031 | Printing & stationery | - | 30,000.00 | - |
| 032 | Postage & telephone | - | 2,500.00 | - |
| 033 | Insurances & licences | - | 11,000.00 | 196,032.00 |
| 036 | Legal fees | - | - | 100,000.00 |
| 037 | Clothing & uniforms | - | 40,000.00 | - |
| 043 | Electricity, water & conservancy | 4,800.00 | - | 13,720.00 |
| 052 | Petrol, oil & tyres | 818,274.90 | 600,000.00 | 872,850.30 |
| 056 | Renewal fund | - | 113,000.00 | - |
| 065 | Survey professional fees | 626,300.00 | 1,000,000.00 | 4,550.00 |
| 067 | Legal fees - Title deeds | - | 50,000.00 | - |
| 064 | Miscellaneous | - | 7,000.00 | 8,521.00 |
| | Total operations | 1,486,654.90 | 2,278,500.00 | 1,518,038.30 |
| MAINTENANCE | | | | |
| 041 | Repairs & maintenance of buildings | 115,740.00 | 125,000.00 | 390,202.00 |
| 051 | Repairs & maintenance | 232,980.00 | 370,000.00 | 682,182.60 |
| 061 | Equipment, tools & materials | 550.00 | 50,000.00 | - |
| | Total maintenance | 349,270.00 | 545,000.00 | 1,072,444.60 |
| REVENUE CONTR. TO CAPITAL | | | | |
| 066 | Cost of land acquisition | - | 200,000.00 | - |
| | Total rev. contr. to capital | - | 200,000.00 | - |
| | TOTAL EXPENDITURE | 5,479,498.30 | 5,454,058.00 | 6,973,383.45 |
| | NET SURPLUS / (DEFICIT) | (3,020,683.30) | (1,488,061.00) | (3,542,703.45) |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

CONSERVANCY DEPARTMENT

MISSION STATEMENT

A - To maintain cleanliness in the Councils area of jurisdiction.

| CODE | SUBJECTIVE HEAD | 2001/2002 | 2002/2003 | 2002/2003 |
|-------------------------|----------------------------------|-----------------------|-----------------------|------------------------|
| | | ACTUAL | APPROVED | ACTUAL |
| | | KSHS | KSHS | KSHS |
| SERVICE RECEIPTS | | | | |
| 719 | Conservancy fees | 2,270,270.00 | 2,015,845.00 | 1,836,425.00 |
| 728 | Slaughter fees | 594,508.00 | 697,180.00 | 358,475.00 |
| | Total service receipts | 2,864,778.00 | 2,713,025.00 | 2,194,900.00 |
| EXPENDITURE | | | | |
| PERSONNEL | | | | |
| 001 | Salaries & wages | 5,969,603.80 | 6,191,220.00 | 8,066,275.75 |
| 003 | NSSF | 263,014.70 | 386,400.00 | 353,196.00 |
| 004 | Provident fund | 17,172.00 | - | 63,058.50 |
| 012 | House allowance | 1,938,060.00 | 3,878,400.00 | 4,212,243.60 |
| 015 | Leave allowance | 140,275.70 | 185,713.00 | 59,925.60 |
| | Total personnel | 8,328,126.20 | 10,641,733.00 | 12,774,699.45 |
| OPERATIONS | | | | |
| 014 | Travelling & subsistence | 11,298.00 | 150,000.00 | 7,000.00 |
| 032 | Postage & telephone | - | 5,000.00 | - |
| 033 | Insurances & licences | - | 200,000.00 | - |
| 043 | Electricity, water & conservancy | - | 50,000.00 | - |
| 056 | Renewal fund | - | 200,000.00 | - |
| 037 | Clothing & uniforms | - | 280,000.00 | - |
| 080 | Petrol funds | 599,779.10 | - | - |
| | Total operations | 611,077.10 | 885,000.00 | 7,000.00 |
| MAINTENANCE | | | | |
| 041 | Repairs & maintenance | 56,430.00 | 450,000.00 | 45,782.00 |
| 061 | Tools & equipment | 3,230.00 | 50,000.00 | - |
| | | 59,660.00 | 500,000.00 | 45,782.00 |
| | TOTAL EXPENDITURE | 8,998,863.30 | 12,026,733.00 | 12,827,481.45 |
| | NET SURPLUS / (DEFICIT) | (6,134,085.30) | (9,313,708.00) | (10,632,581.45) |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

LATE REVENUE ACCOUNT

ACTUAL LATE ALLOCATION AND EXPENDITURE

| CODE | SUBJECTIVE HEAD SERVICE RECEIPTS | 2001/2002 | 2002/2003 | 2002/2003 |
|---|---------------------------------------|----------------------|----------------------|----------------------|
| | | ACTUAL KSHS | APPROVED KSHS | ACTUAL KSHS |
| A - LATE services account allocation | } | 25,769,977.00 | 25,769,977.00 | 25,760,978.00 |
| B - LATE performance account allocation | } | 13,307,489.00 | 17,179,985.00 | 17,179,985.00 |
| C - Other misc. income | | 102,585.00 | - | 200,037.00 |
| | Total service receipts | 39,180,051.00 | 42,949,962.00 | 43,141,000.00 |
| | EXPENDITURE | | | |
| | Personnel | - | - | - |
| | Total personnel | - | - | - |
| | OPERATIONS | | | |
| | Legal fees | - | - | - |
| | Accountancy services | - | - | - |
| | Capacity buildings | - | 400,000.00 | 500,000.00 |
| | Bank charges | 17,188.00 | - | 39,475.30 |
| | Computer installation | 25,500.00 | - | - |
| | Total operations | 42,688.00 | 400,000.00 | 519,475.30 |
| | MAINTENANCE | | | |
| | Rehabilitation of offices | - | 1,000,000.00 | - |
| | Rehabilitation of homecraft centres | - | 1,000,000.00 | - |
| | Rehabilitation of health centres | - | 3,950,000.00 | 4,170,000.00 |
| | Rehabilitation of schools | - | 1,950,000.00 | 2,100,000.00 |
| | Rehabilitation of dips | - | 150,000.00 | 150,000.00 |
| | Rehabilitation of roads & bridges | - | 850,000.00 | 400,000.00 |
| | Rehabilitation of water supplies | - | 2,141,227.00 | 2,446,227.00 |
| | Rural electrification works | - | 260,000.00 | 80,000.00 |
| | Repair of KAB 206Q | 280,000.00 | - | - |
| | Total maintenance | 280,000.00 | 11,301,227.00 | 9,346,227.00 |
| | DEBT RESOLUTION EXPENDITURE | | | |
| | Staff sacco (part payment) | 2,618,580.65 | 3,631,985.35 | 3,000,139.00 |
| | National Health Insurance Fund (NHIF) | 868,760.00 | 1,321,793.40 | 1,484,479.40 |
| | NSSF | 1,794,320.00 | 2,718,900.30 | 2,718,900.30 |
| | KRA (PAYE) | 1,768,155.00 | 2,207,834.65 | 1,347,513.65 |
| | KLGCOSF (Superannuation fund) | 2,659,349.75 | 7,813,739.35 | 6,413,120.70 |
| | LA Provident fund | 1,522,875.80 | 1,617,500.20 | 1,617,500.20 |
| | KLGVU | 184,280.00 | 30,000.00 | 80,000.00 |
| | TELKOM Kenya Ltd. | - | 536,263.60 | - |
| | Surveyors | - | 508,780.15 | - |
| | Self Help groups | - | 740,766.65 | 740,766.65 |
| | Loans NHIF | - | 1,743,100.35 | - |
| | RASH 10110 | 100,000.00 | 400,000.00 | 611,233.50 |
| | Trade creditors (various) | - | 1,400,000.00 | - |
| | National water conservation | 289,300.00 | - | - |
| | Total debt resolution | 11,815,640.20 | 24,539,735.00 | 19,932,722.40 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

LATE REVENUE ACCOUNT

ACTUAL LATE ALLOCATION AND EXPENDITURE

| | <u>2001/2002</u> <u>ACTUAL</u> <u>KSHS</u> | <u>2002/2003</u> <u>APPROVED</u> <u>KSHS</u> | <u>2002/2003</u> <u>ACTUAL</u> <u>KSHS</u> |
|----------------------------------|--|--|--|
| <u>CAPITAL PROJECTS</u> | | | |
| Purchase of vehicle (Land rover) | 3,606,680.00 | 3,600,000.00 | 3,507,870.00 |
| Purchase of tractor & trailer | 1,686,500.00 | 1,600,000.00 | - |
| Purchase of exhaustor lorry | - | 1,100,000.00 | 1,416,000.00 |
| Purchase of trailer | - | 400,000.00 | - |
| Total Capital projects | 5,293,180.00 | 6,700,000.00 | 4,923,870.00 |
| <u>BORROWING BY FUND</u> | | | |
| Borrowing by GRF | 10,187,998.85 | - | - |
| Total borrowing by fund | 10,187,998.85 | - | - |
| <u>TOTAL EXPENDITURE</u> | 17,481,508.20 | 42,940,962.00 | 34,922,294.70 |
| <u>NET SURPLUS / (DEFICIT)</u> | 21,748,542.60 | 9,000.00 | 8,318,705.30 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

NOTES TO THE ACCOUNTS

3.1 FINANCIAL YEAR

The accounts presented relate to the operations of the Council for the twelve (12) months commencing on 1st July 2002 and ending on 30th June 2003

3.2 ACCOUNTING CONCEPT

These accounts are presented in accrual principles whereby income and expenditure are recognized as they are earned or incurred and are represented at the end of the year as sundry debtors and creditors respectively.

3.3 OPENING BALANCES

The year 2002/2003 is the Seventh (7th) year whose Abstracts of Accounts have been prepared. The year commenced with a surplus brought forward of Kshs.86,296,287.20.

3.4 FIXED ASSETS

The assets which are appended below are presented at the historical costs. It is however noted that in the absence of the final abstracts of accounts for several years back, it was not possible to exhaust all the council's assets portfolio and it is therefore intended that the revaluation of all council's assets will be undertaken and the new values thereof will be incorporated in the abstract of accounts for the subsequent years.

The majority of the assets were acquired through loans raised from both Local Government Loans Authority (LGLA) and National Housing Corporation. However the vehicles and plant as well as few other assets were financed by Council's revenue and LATF contributions.

This schedule of fixed assets is as indicated below:

| DESCRIPTION | BALANCE 1.7.2002 KSHS | ADDITIONS FOR THE YEAR KSHS | DISPOSALS KSHS | BALANCE AS AT 30.6.2003 KSHS |
|--------------------------------|-----------------------------|-----------------------------------|-------------------|------------------------------------|
| (I) BUILDINGS | | | | |
| (a) Offices | | | | |
| H/Quarter offices | 640,000.00 | - | - | 640,000.00 |
| Revenue collection offices | 100,000.00 | - | - | 100,000.00 |
| Mai-maniu revenue office | 200,000.00 | - | - | 200,000.00 |
| Elburgon office | 12,000.00 | - | - | 12,000.00 |
| Total offices | 952,000.00 | - | - | 952,000.00 |
| (b) Housing | | | | |
| House for mechanic | 35,000.00 | - | - | 35,000.00 |
| Staff houses - Flats | 330,000.00 | - | - | 330,000.00 |
| Njoro housing scheme | 45,600.00 | - | - | 45,600.00 |
| Rongai houses (2 units) | 1,360,000.00 | - | - | 1,360,000.00 |
| Molo rental houses | 228,211.85 | - | - | 228,211.85 |
| Residential shops | 164,987.40 | - | - | 164,987.40 |
| 21 blocks of 4 simple rooms | 166,987.40 | - | - | 166,987.40 |
| Staff rental housing scheme | 15,000.00 | - | - | 15,000.00 |
| Mau-narok rental scheme | 60,000.00 | - | - | 60,000.00 |
| Njoro rental scheme | 500,000.00 | - | - | 500,000.00 |
| Rongai rental houses | 20,000.00 | - | - | 20,000.00 |
| Lanet rental houses | 20,000.00 | - | - | 20,000.00 |
| Rental houses phase III | 60,000.00 | - | - | 60,000.00 |
| Rental houses phase II | 180,000.00 | - | - | 180,000.00 |
| Dunduri rental houses | 8,000.00 | - | - | 8,000.00 |
| Njoro rental houses | 250,000.00 | - | - | 250,000.00 |
| African rental houses - Molo | 60,000.00 | - | - | 60,000.00 |
| Molo site & service scheme | 3,500,000.00 | - | - | 3,500,000.00 |
| Elburgon site & service scheme | 4,000,000.00 | - | - | 4,000,000.00 |
| Njoro site & service scheme | 7,000,000.00 | - | - | 7,000,000.00 |
| Total housing | 18,003,722.30 | - | - | 18,003,722.30 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

NOTES TO THE ACCOUNTS

| | <u>BALANCE</u> 1.7.2002 | <u>ADDITIONS</u> FOR THE YEAR | <u>DISPOSALS</u> | <u>BALANCE AS</u> AT 30.6.2003 |
|--|----------------------------|----------------------------------|------------------|-----------------------------------|
| | <u>KSHS</u> | <u>KSHS</u> | <u>KSHS</u> | <u>KSHS</u> |
| (c) Health centres | | | | |
| Molo health centre | 130,000.00 | - | - | 130,000.00 |
| Dispensaries construction | 13,559.95 | - | - | 13,559.95 |
| Njoro health care | 25,000.00 | - | - | 25,000.00 |
| Mangu dispensary | 600,000.00 | - | - | 600,000.00 |
| Total health centres | 768,559.95 | - | - | 768,559.95 |
| (d) Beer halls | | | | |
| Rongai beer hall | 20,000.00 | - | - | 20,000.00 |
| Molo beer hall | 60,000.00 | - | - | 60,000.00 |
| Londiani & Elburgon beer halls | 36,858.00 | - | - | 36,858.00 |
| Dondori social centre beer hall | 37,000.00 | - | - | 37,000.00 |
| Total beer halls | 153,858.00 | - | - | 153,858.00 |
| (e) Community halls & centre | | | | |
| Home craft training centre | 19,200.00 | - | - | 19,200.00 |
| Kabazi shopping & soc. centre | 55,000.00 | - | - | 55,000.00 |
| Molo south community centre | 57,200.00 | - | - | 57,200.00 |
| Subukia & Solai com. centre | 83,260.00 | - | - | 83,260.00 |
| Subukia village centre | 35,600.00 | - | - | 35,600.00 |
| Tea shop at Solai vil. centre | 6,800.00 | - | - | 6,800.00 |
| Lock up shops at com. centre | 91,640.00 | - | - | 91,640.00 |
| Community halls | 114,300.00 | - | - | 114,300.00 |
| Community hall - Olenguruone | 10,000.00 | - | - | 10,000.00 |
| Total com. halls & centre | 473,000.00 | - | - | 473,000.00 |
| (f) Markets & Stadia | | | | |
| Elburgon market | 286,621.00 | - | - | 286,621.00 |
| Bahati market | 29,000.00 | - | - | 29,000.00 |
| Njoro market | 817,500.00 | - | - | 817,500.00 |
| Molo market | 26,240.00 | - | - | 26,240.00 |
| Rongai market | 15,000.00 | - | - | 15,000.00 |
| Gilgil market | 470,263.00 | - | - | 470,263.00 |
| Gilgil stadium perimeter wall | 600,000.00 | - | - | 600,000.00 |
| Total markets & stadia | 2,244,624.00 | - | - | 2,244,624.00 |
| (g) Slaughter house & slaughter slabs | | | | |
| Molo slaughter house | 21,120.00 | - | - | 21,120.00 |
| Molo south centre butchery | 12,000.00 | - | - | 12,000.00 |
| Kapatchi centre butchery | 11,900.00 | - | - | 11,900.00 |
| Banita village centre butchery | 32,700.00 | - | - | 32,700.00 |
| Slaughter house slabs | 40,240.00 | - | - | 40,240.00 |
| Total Offices | 117,960.00 | - | - | 117,960.00 |
| TOTAL BUILDINGS | 22,713,724.25 | - | - | 22,713,724.25 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

NOTES TO THE ACCOUNTS

| | <u>BALANCE</u> <u>1.7.2002</u> <u>KSHS</u> | <u>ADDITIONS</u> <u>FOR THE YEAR</u> <u>KSHS</u> | <u>DISPOSALS</u> <u>KSHS</u> | <u>BALANCE AS</u> <u>AT 30.6.2003</u> <u>KSHS</u> |
|--|--|--|---------------------------------|---|
| (ii) OTHER CAPITAL OUTLAY | | | | |
| (a) Workshop & road camps | | | | |
| Workshop & store | 30,000.00 | - | - | 30,000.00 |
| Extension of workshop & depots | 100,000.00 | - | - | 100,000.00 |
| Roads labour camps | 180,110.85 | - | - | 180,110.85 |
| Eiburgon roads depot | 80,000.00 | - | - | 80,000.00 |
| Bitumensing og County roads | 400,000.00 | - | - | 400,000.00 |
| Roads - Molo | 129,200.00 | - | - | 129,200.00 |
| Total w/shop & road camps | 919,310.85 | - | - | 919,310.85 |
| (b) Water supplies, drainage & sewerage | | | | |
| Njoro water supply | 277,873.00 | - | - | 277,873.00 |
| Mau Narok water supply | 35,000.00 | - | - | 35,000.00 |
| Molo water drainage phase I | 86,600.00 | - | - | 86,600.00 |
| Subukia & Solai centre water supply | 12,000.00 | - | - | 12,000.00 |
| Improvement of water supply | 85,000.00 | - | - | 85,000.00 |
| Molo sewerage scheme | 260,000.00 | - | - | 260,000.00 |
| Total water supply, drainage & sewerag | 756,473.00 | - | - | 756,473.00 |
| (c) Water pumps & meters | | | | |
| Njoro meters | 3,000.00 | - | - | 3,000.00 |
| Njoro engine | 13,000.00 | - | - | 13,000.00 |
| Mau Narok motor engine | 13,000.00 | - | - | 13,000.00 |
| Mau Narok motors | 7,000.00 | - | - | 7,000.00 |
| Rongai engine | 10,000.00 | - | - | 10,000.00 |
| Dondori Hydrum | 2,000.00 | - | - | 2,000.00 |
| Lower Solai engine | 8,000.00 | - | - | 8,000.00 |
| Subukia hydrum | 3,000.00 | - | - | 3,000.00 |
| Bahati engine pump | 5,000.00 | - | - | 5,000.00 |
| Total water pumps & meters | 64,000.00 | - | - | 64,000.00 |
| TOTAL OTHER CAPITAL O/L | 1,739,783.85 | - | - | 1,739,783.85 |
| (iii) VEHICLES & PLANT | | | | |
| Peugeot 504 estate KAB 076Q | 1,640,000.00 | - | - | 1,640,000.00 |
| Peugeot 504 GL S/W KAB 033Q | 818,000.00 | - | - | 818,000.00 |
| Toyota corolla KUL 363 | 240,000.00 | - | - | 240,000.00 |
| Nissan sunny salon KAB 040Q | 640,000.00 | - | - | 640,000.00 |
| Toyota hilax KAB 029Q | 545,000.00 | - | - | 545,000.00 |
| Toyota hilax KAB 030Q | 545,000.00 | - | - | 545,000.00 |
| Mitsubishi Fuso KWE 172 | 1,080,000.00 | - | - | 1,080,000.00 |
| Suzuki S/W KWE 262 | 264,000.00 | - | - | 264,000.00 |
| Massay Ferguson tractor KDW 2 | 82,900.00 | - | - | 82,900.00 |
| Aveling tractor KAB 265Q | 6,500,000.00 | - | - | 6,500,000.00 |
| Aveling tractor KAB 277Q | 6,500,000.00 | - | - | 6,500,000.00 |
| Icuzu exhauster KTX 378 | 372,300.00 | - | - | 372,300.00 |
| Loader L. good shovel KWE 173 | 4,200,000.00 | - | - | 4,200,000.00 |
| Catpillar grader KUL 363 | 2,000,000.00 | - | - | 2,000,000.00 |
| Bwn & blane trailer ZA | 100,000.00 | - | - | 100,000.00 |
| Bwn & blane trailer ZA | 100,000.00 | - | - | 100,000.00 |
| Landiover-KAN 059A | 3,606,680.00 | - | - | 3,606,680.00 |
| Tractor - KAN 045P | 1,686,500.00 | - | - | 1,686,500.00 |
| Land Rover-KAN 045P | - | 3,507,870.00 | - | 3,507,870.00 |
| Exhauster | - | 1,416,000.00 | - | 1,416,000.00 |
| TOTAL VEHICLES & PLANT | 30,920,380.00 | 4,923,870.00 | - | 35,844,250.00 |

| NAKURU COUNTY COUNCIL | | | | |
|--|----------------------|---------------------|------------------|----------------------|
| ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003 | | | | |
| NOTES TO THE ACCOUNTS | | | | |
| | BALANCE | ADDITIONS | DISPOSALS | BALANCE AS |
| | 1.7.2002 | FOR THE YEAR | | AT 30.6.2003 |
| | KSHS | KSHS | KSHS | KSHS |
| (IV) FURNITURE, FITTINGS & EQUIPMENT | | | | |
| Calculator | 4,000.00 | - | - | 4,000.00 |
| Duplicating machine | 10,000.00 | - | - | 10,000.00 |
| Photocopies | 120,000.00 | - | - | 120,000.00 |
| Franking machine | 50,000.00 | - | - | 50,000.00 |
| Survey equipment | 80,000.00 | - | - | 80,000.00 |
| Type writers | 1,635,000.00 | - | - | 1,635,000.00 |
| Total furniture & equipment | 1,899,000.00 | - | - | 1,899,000.00 |
| (V) LAND ACQUISITION | | | | |
| Land acquisition | 1,276,490.00 | - | - | 1,276,490.00 |
| Total land acquisition | 1,276,490.00 | - | - | 1,276,490.00 |
| TOTAL FIXED ASSETS | 58,549,378.10 | 4,923,870.00 | - | 63,473,248.10 |
| | | | 2002/2003 | 2001/2002 |
| 3.5 CASH AND BANK BALANCES - KSHS.(1,882,512.45) | | | Kshs | Kshs |
| The cash and bank balances are as analysed as follows: | | | | |
| Cash in hand (GRF) | | | 44,152,206.45 | 25,984,500.45 |
| Cash at bank (O/D) - GRF | | | (25,696,022.90) | (16,001,244.95) |
| Cash at bank - LAF | | | 10,653,848.05 | 14,411,065.00 |
| Cash at bank (LASC) | | | 309.55 | 309.55 |
| Cash in hand - salaries account | | | (24,679,808.00) | (13,032,973.55) |
| Cash at bank - salaries account | | | (8,671,002.95) | (6,670,115.40) |
| Cash at bank call/Keringet account | | | (4,121,688.75) | (1,258,560.15) |
| Cash in hand/Keringet account | | | (1,886,121.25) | 49,492.10 |
| Cash in hand- Subukia account | | | (162,068.50) | (162,068.50) |
| Cash at bank Subukia account | | | 34,807.60 | 34,807.60 |
| Cash in hand- Gilgil account | | | 18,197,912.05 | 9,971,983.30 |
| Cash at bank Gilgil account | | | (1,061,594.05) | (86,111.99) |
| Cash at bank Cesses account | | | 39,064.95 | 40,994.45 |
| Cash in hand- Naivasha account | | | (8,288,681.25) | (2,733,992.00) |
| Cash at Bank- Naivasha account | | | (389,846.25) | (60,507.30) |
| Cash in hand- Elburgon account | | | (309,060.65) | (3,995,338.55) |
| Cash at Bank- Elburgon account | | | (7,220.35) | 55,796.70 |
| Cash at Bank- Mai-Mahiu account | | | 18,567.90 | 18,567.90 |
| Cash at bank Njoro account | | | 293,885.90 | 293,885.90 |
| Total as per the Accounts | | | (1,882,512.45) | 6,860,490.65 |
| 3.6(a) SUNDRY DEBTORS - KSHS.283,371,522.35 | | | | |
| The schedule of sundry debtors is summarized as follows: | | | | |
| Description | | | | |
| Salaries control account | | | 8,101,459.45 | 5,207,280.65 |
| Imprests | | | 14,481,218.35 | 15,413,820.60 |
| Insurance premiums | | | 136,281.20 | 137,517.20 |
| R.D. cheques (Unpaid cheques) | | | 8,901,792.70 | 8,096,472.35 |
| Funeral contributions | | | 184,880.00 | 184,880.00 |
| Salary recoveries | | | 25,763.00 | 25,763.00 |
| Overstated / understated cheques | | | 1,092,860.15 | 975,942.50 |
| Miscellaneous (MCB) payment | | | 3,721,630.70 | 3,137,654.60 |
| Transfers | | | - | 21,908.00 |
| Rates debtors | | | 166,690,811.25 | 141,097,438.80 |
| LASC (service charge) debtors | | | 7,897,409.90 | 7,897,409.90 |
| Plot rents debtors | | | 62,448,247.05 | 56,193,740.55 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

NOTES TO THE ACCOUNTS

| | 2002/2003 | 2001/2002 |
|--|-----------------------|-----------------------|
| | Kshs | Kshs |
| 3.6(a) SUNDRY DEBTORS - KSHS.283,371,522.35 | | |
| School fees | 17,557.00 | 17,557.00 |
| National disaster fund | 100,000.00 | 100,000.00 |
| Refunds | 453,895.35 | 453,895.35 |
| Refund of our pocket expenses | 214,640.25 | 214,640.25 |
| Petty Cash | 250,401.85 | 114,915.00 |
| Uncoded Expenditure | 3,458,019.40 | 3,458,019.40 |
| Reimbursement Vouchers | 3,502,372.25 | 3,502,372.25 |
| Reimbursement imprest | 653,658.00 | 653,658.00 |
| Refund of Petty Cash | 180,880.00 | 180,880.00 |
| Sundry Debtors(Ngigi & Partners) | 140,000.00 | - |
| Stale Cheques | 717,744.50 | - |
| Total as per the Accounts | 283,371,522.35 | 247,065,765.40 |
| 3.6(b) TRANSFERS - KSHS.7,396,189.45 | | |
| The sum of Kshs 7,396,189.45 relate to transfers from the bank accounts whose corresponding debit entries were not identified. | | |
| 3.7 SUNDRY CREDITORS - KSHS.95,997,889.10 | | |
| | 2002/2003 | 2001/2002 |
| | Kshs | Kshs |
| Salary advance ✓ | 2,933,163.55 | 2,463,301.20 |
| Superannuation Fund ✓ | 13,981,672.95 | 20,457,345.20 |
| N.S.S.F ✓ | 4,215,411.10 | 5,777,742.90 |
| N.H.I.F ✓ | 2,208,724.60 | 2,946,634.00 |
| K.L.G.W.U ✓ | 1,086,799.00 | 1,291,311.00 |
| Nakuru Staff Sacco ✓ | 13,771,348.30 | 11,496,612.55 |
| Various groups(Staff) ✓ | 425,443.30 | 1,235,658.90 |
| Staff welfare Fund ✓ | 597,906.80 | 525,804.80 |
| Staff Contributions ✓ | 2,100,471.70 | 2,100,471.70 |
| Tuition fees ✓ | 117,916.15 | 117,916.15 |
| Parties ✓ | 84,384.45 | 84,384.45 |
| Plot rent deposit | 1,631,847.00 | 1,576,847.00 |
| Nakuru M.C(LASC) | 845,607.00 | 845,607.00 |
| P.Fund | 3,852,358.85 | 3,636,142.65 |
| Overpayments | 38,953.85 | 38,953.85 |
| Shortages recovered | 143,808.05 | 124,808.05 |
| Errors corrected(MCB) | 325,044.95 | 275,499.05 |
| Loans account(Site & Service) | 232,450.30 | 232,450.30 |
| PAYE | 4,651,652.85 | 5,273,544.75 |
| NHC(recoveries) | 27,650.00 | 27,650.00 |
| Salary arrears ✓ | 6,619,185.05 | 6,619,185.05 |
| NHC(Loan charges unpaid) | 15,104,892.20 | 14,087,476.85 |
| KP&L Co.Ltd | 163,971.50 | 675,205.00 |
| M.C.W. (Water charges) | 542,598.95 | 542,598.95 |
| Telkom Kenya | 2,708,790.10 | 2,708,790.10 |
| National Water & Pipeline Corporation | 1,496,647.10 | 1,496,647.10 |
| Contracts Survivors | 6,309,991.35 | 6,309,991.35 |
| Miscellaneous holding A/c | 3,836,612.80 | 3,450,066.25 |
| LGLA (Loan charges unpaid) | 4,700,677.55 | 4,495,273.05 |
| Stale cheques | - | 6,743,363.45 |
| Miscellaneous deductions | 1,038,080.75 | 772,853.05 |
| Surcharge | 20,500.00 | 2,500.00 |
| DFT/MT/TT(Transfer) | 33,327.00 | - |
| | 95,997,889.10 | 108,522,665.70 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

NOTES TO THE ACCOUNTS

| | <u>2002/2003</u> | <u>2001/2002</u> |
|--|----------------------|----------------------|
| | Kshs | Kshs |
| 3.8 FUND BALANCES - KSHS.92,459,269.35 | | |
| The fund balance of Kshs 92,459,269.35 is arrived at as follows: | | |
| Total income | 134,837,203.30 | 127,101,135.60 |
| Total Expenditure | 99,057,409.25 | 72,724,534.40 |
| Surplus for the year | 35,779,794.05 | 54,376,601.20 |
| Add: Surplus b/f | 85,016,627.50 | 55,348,602.80 |
| | 120,796,421.55 | 109,725,204.00 |
| Less: Provision for bad & doubtful debts | (28,337,152.20) | (24,708,576.50) |
| | 92,459,269.35 | 85,016,627.50 |
| Adjustments | | |
| Fund balance as at 30.6.2003 | 92,459,269.35 | 85,016,627.50 |

3.8.1 LATF FUND BALANCES - KSHS.63,099,714.30

The LATF separate balance sheet has a fund balance of Kshs 63,099,714.30 which is arrived at as follows:

| | | |
|--|----------------------|----------------------|
| LATF contribution (including interest) | 43,141,000.00 | 39,180,051.00 |
| Less: Expenditure | 34,822,294.70 | 17,431,508.80 |
| | 8,318,705.30 | 21,748,542.20 |
| Add: Surplus B/forward | 54,781,009.00 | 33,032,466.80 |
| Surplus c/f as per LATF statement | 63,099,714.30 | 54,781,009.00 |

3.9 LOANS OUTSTANDING - KSHS.4,484,938.15

The loans outstanding of Kshs.4,484,938.15 relate to the loans raised from both Local Government Loans Authority (LGLA) and National Housing Corporation (NHC) for various capital projects which were to be repaid in the subsequent financial years until they are fully repaid over the agreed repayment period.

The amount of annual loan charges which were due for repayment have been charged to revenue account and amount involved are included in the sundry creditors.

The schedule of loans outstanding is as summarised below:

| | <u>Balance as at</u> | <u>Installments</u> | <u>Balance as at</u> |
|----------------------------------|----------------------|------------------------|----------------------|
| | <u>1.7.2002</u> | <u>due - 2002/2003</u> | <u>30.6.2003</u> |
| | Kshs | Kshs | Kshs |
| Local government loans authority | 1,070,390.45 | 135,829.15 | 934,561.30 |
| National Housing Corporation | 4,269,006.75 | 738,629.90 | 3,550,376.85 |
| Total as per accounts | 5,359,397.20 | 874,459.05 | 4,484,938.15 |

3.10 LOANS REDEEMED - KSHS.17,144,569.95

The loans redeemed represent both the amount already repaid and the instalments which were due and have been incorporated in the Accounts as sundry creditors.

The details are as follows:

| | <u>Balance as at</u> | <u>Instalments</u> | <u>Balance as at</u> |
|----------------------------------|----------------------|--------------------|----------------------|
| | <u>1.7.2002</u> | <u>2002/2003</u> | <u>30.6.2003</u> |
| DETAILS | Kshs | Kshs | Kshs |
| Local Government Loans Authority | 4,325,095.35 | 135,829.15 | 4,461,924.50 |
| National Housing Corporation | 11,944,115.55 | 738,629.90 | 12,682,745.45 |
| Total as per accounts | 16,270,110.90 | 874,459.05 | 17,144,569.95 |

NAKURU COUNTY COUNCIL

ABSTRACTS OF ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2003

NOTES TO THE ACCOUNTS

3.11 REVENUE CONTRIBUTION TO CAPITAL

The revenue contribution to capital represent the amount spent from councils revenue to defray various capital expenditure as detailed below:

| DESCRIPTIONS | BALANCE AS | ADDITION | BALANCE AS AT |
|---------------------------------|----------------------|-----------|----------------------|
| | AT 17, 2002 | 2002/2003 | 30.6.2003 |
| | KSHS | KSHS | KSHS |
| Vehicles & Plants | 23,627,200.00 | - | 23,627,200.00 |
| Water Pumps | 64,000.00 | - | 64,000.00 |
| Furniture, fittings & equipment | 344,000.00 | - | 344,000.00 |
| Rongai Housees(2 Units) | 1,360,000.00 | - | 1,360,000.00 |
| Gilgil Stadium(Perimeter Wall) | 600,000.00 | - | 600,000.00 |
| Mangu Dispensary | 600,000.00 | - | 600,000.00 |
| Mai mahiu Revenue Office | 200,000.00 | - | 200,000.00 |
| Land acquisition | 986,490.00 | - | 986,490.00 |
| | 27,781,690.00 | - | 27,781,690.00 |

3.12 LATE CONTRIBUTION TO CAPITAL

The following capital expenditure were financed by LATF

| contributions | BALANCE AS | ADDITION | BALANCE AS AT |
|----------------------------------|---------------------|---------------------|----------------------|
| | AT 17, 2002 | 2002/2003 | 30.6.2003 |
| | KSHS | KSHS | KSHS |
| Land acquisition | 290,000.00 | - | 290,000.00 |
| Furniture, Fittings & Equipment | 1,555,000.00 | - | 1,555,000.00 |
| Vehicles & Plant | 5,293,180.00 | 4,923,970.00 | 10,217,050.00 |
| Total as per the Accounts | 7,138,180.00 | 4,923,970.00 | 12,062,050.00 |

3.13 DONATIONS APPLIED KSHS 2,000,000.00

The amount of Kshs 2,000,000.00 shown as donations applied relate to the estimated costs of the caterpillar Grader KUL 333 which was donated to the Council by the Government.

3.14 PROVISIONS

No provisions were made in respect of renewal funds and depreciation.

However, due to rising amount of Sundry debtors which stood at Kshs.283,371,522.35 as at 30th June 2003, it became necessary to provide for bad debts and therefore the sum of Kshs.28,337,152.20 was provided for the item.

After adding the the amount provided for during the year and the balance brought forward the total provision stood at Kshs 100,526,040.60 as at 30th June 2003.

It is observed that the revaluation of Council's assets is yet to be taken as recommended.

3.15 CURRENCY DENIMINATION

These accounts are presented in Kenya shillings.

Twenty Kenya shillings represent one Kenya pound.