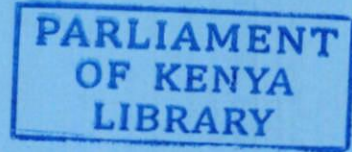


REPORT



OF

THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF BOMET

FOR THE YEAR ENDED

30 JUNE, 2020

PAPERS LAID	
DATE	17/02/2022
TABLED BY	SML
COMMITTEE	—
CLERK AT THE TABLE	GE TRUDE



BOMET COUNTY ASSEMBLY
REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE, 2020

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



BOMET COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2020

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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 Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly composed twenty-five Members of County Assembly (MCAs) elected to represent members of the public from their respective wards and eleven nominated members who represent special groups. The Member of County Assembly are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

(b) Key Management

The County Assembly's day-to-day management is under the following key organs:

No.	Organs
1.	Office of the Speaker
2	Office of the Clerk
3.	County Assembly Service Board.

(c) Fiduciary Management

The key management personnel who held office during the year ended 30 June, 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Clerk of the Assembly	Isaac Kitur
2.	Deputy Clerk	Gloria Kenyatta
3.	Ag Director, Financial Services	Bill Rutto
4.	Principal Finance Officer	Geofrey Maritim
5	Director Supply Chain and Logistic ,Management	Richard Maritim
5	Senior Procurement Officer	Anastacia Cherotich

BOMET COUNTY ASSEMBLY
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No.	Designation	Name
6	Senior Accountant	Clarah Chebet
7	Senior Accountant	Paul Langat

Fiduciary Oversight Arrangements

No.	Details
1.	The Senate
2.	Budget and Appropriation Committee
3	Public Accounts and Investment Committee
4.	Bomet Audit Committee
5.	Internal Audit
6	Office of the Auditor General

(d) Bomet County Assembly Headquarters

Bomet County Assembly
P.O Box 590-20400
Bomet.

(e) Bomet County Assembly Contacts

Telephone: (254) 727887146
E-mail: info@bometassembly.go.ke
Website: www.bometassembly.go.ke

(f) Bomet County Assembly Bankers

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

Equity Bank
Bomet Branch

A/C NO 1220261153628

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

2. FORWARD BY THE CLERK OF THE ASSEMBLY

Budget performance
The County Assembly of Bomet had an approved budget of Kshs 707,606,978 which composed both recurrent and development expenditure. Out of this the Assembly spent Kshs 707,547,158 comprising of 99.9% of budgeted amount on various expenditure items.
Operational Performance
The County Assembly passed five laws and three are at various stages of reading as follows; <ul style="list-style-type: none">• The Bomet County Equitable Development Bill 2019• The Bomet County Valuation for Rating Bill 2019• The Bomet County Rating Bill 2019• The Bomet County Appropriation Bill 2019• The Bomet County Finance Bill 2019
Performance of key development projects
The County Assembly embarked on two ambitious project namely Construction of the Main Chamber and Construction of the Mini Chamber. The Main Chamber was started in the financial year 2019/2020 and it is WIP as the year ends. This project is a three-year project and its completion will be at the end of the year 2022. The completion of it will be a milestone as it will go a long way in addressing the shortages of space in the County. This is because it houses the debating chamber, the offices for both staff and Member of County Assembly. The Construction of the Mini Chamber is near completion and it is at 98%. The contractor is expected to hand over the project on August 2020.
Comment on value-for-money achievements
The following are examples of impacts to the citizens of Bomet; Improved road network and better health care as a result of proper oversight by the Members of County Assembly.
Challenges and recommended way forward
The Construction of the three projects was negatively affected by lack of funds as the proposal by the management to allocate enough funds to the projects ongoing was rejected by the Budget and appropriation Committee. This reduction will be addressed in the subsequent budget proposal.

Sign 
Clerk of the County Assembly

3. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Sections 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer of a County Assembly prepares financial statements in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended 30 June 2020. 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 Assembly; (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 Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly'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 Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2020, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the County Assembly'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 Government's financial statements were approved and signed by the Clerk of the County Assembly on **20th August 2020**.



Clerk of the County Assembly

4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Bomet County Assembly exists to, among other things, make any laws that are necessary for, or incidental to, the effective performance of the functions and exercise of the powers of the county government under the Fourth Schedule of the Constitution of Kenya, 2010. The Assembly, exercises oversight over the County Executive and any other county executive organs and approves the budget and expenditure of the county government in accordance with Article 207 of the Constitution.

1. Sustainability strategy and profile -
The Assembly Service Board and the management strive to maintain prudent utilisation of the allocated funds, and in accordance with the provisions of the Public Finance Management Act, 2012, and the Public Procurement and Asset Disposal Act, 2015, in order to achieve planned goals. This includes a well-managed expenditure framework for such items as personnel emoluments and travel expenditure.
2. Environmental performance
The County Assembly Management had ensured that waste management in the prescient of the Assembly is well taken care of by providing waste disposal in every corner for ease of collections.
3. Employee welfare
The Assembly maintains a robust employee welfare framework through two policy documents; namely, the Human Resource Policies and Procedures Manual and the Career Progression Guidelines. The said documents provide the necessary guiding principles in all key areas of human resource development and employee occupational protection through such things as health insurance.
4. Market place practices-

The organisation should outline its efforts to:

- a) Responsible competition practice.
Politicians have been made aware about do and don'ts of engaging with business with the assembly.
 - b) Responsible Supply chain and supplier relations- explain how the organisation maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices.
 - c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices
 - d) Product stewardship- outline efforts to safeguard consumer rights and interests
5. Community Engagements-
Community engagement is accorded a prominent place in the affairs of the Assembly, spearheaded by Members of the County Assembly as provided in Article 118 of the Constitution of Kenya, 2010, on public access and participation and in Section 87 of the County Government Act, 2012, on citizen participation.

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF BOMET FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of County Assembly of Bomet set out on pages 1 to 36, which comprise the statement of financial assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts - recurrent and development combined 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, the financial statements present fairly, in all material respects, the financial position of the County Assembly of Bomet as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the County Governments Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of County Assembly of Bomet 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 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. I have determined that there were no Key audit matters to report in the year under review.

Other Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts-development and recurrent combined reflects an approved budget totalling Kshs.707,606,978.

Actual receipts totalled Kshs.707,246,000 whereas actual expenditure totalled Kshs.707,606,978 resulting in a small under-expenditure of Kshs.59,820 or a 99% absorption rate.

Previous Year's Issues

The audit report of the previous (2018/2019) financial year highlighted several issues relating to lawfulness and effectiveness in use of public resources. The report on follow-up on progress made in resolving the issues at Annex 7 of other important disclosures indicates that the issues have since been resolved.

The actual status of the matters shall be confirmed after they are deliberated upon by the Legislature.

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. Compensation of Employees

The statement of receipts and payments reflects compensation of employees costs totalling Kshs.280,038,080 as further disclosed in Note 4 to the financial statements. Examination of records on the costs revealed the following unsatisfactory observations:

1.1. Salaries Paid Outside the Authorized System

Salaries and wages totalling Kshs.31,376,078 for three (3) Members of the County Assembly and eleven (11) employees of the County Assembly were paid outside the Integrated Personnel Payroll Database (IPPD) system prescribed by the National Treasury. No explanation was provided by Management for the irregularity.

1.2. Non-Adherence to One-Third Basic Salary Rule

Analysis of payrolls revealed that twenty-three (23) employees drew net salaries that were below one-third of their basic pay contrary to Section 19(3) of the Employment Act, 2007. The law provides that the total amount of all deductions that may be made by an employer from the wages of his employee at any one time should not exceed two-thirds of the basic pay.

In the circumstance, Management breached the law and exposed the staff to the risk of pecuniary embarrassment.

2. Delayed Construction of Perimeter Wall

Examination of records on acquisition of assets disclosed a long delay in completion of a project for construction of a boundary wall and two gate houses whose contract was issued on 18 October, 2016. Review of records on the works indicated that the contractor had as at 30 June, 2020 been paid Kshs.13,083,000 equivalent to forty-one (41%) percent of certified work.

However, physical verification of the project site in November, 2020, indicated that the boundary wall had only been partially built as there were several unfenced open spaces that were covered with iron sheets. No construction work was ongoing even though the contract was four years (4) behind schedule. Management did not provide the expected date of its completion.

Records provided for audit indicated that a meeting held between the contractor and the Contract Implementation Committee on 3 November, 2020 agreed to recommend to Management that the contract be terminated on mutual consent.

In view of the failure to complete the wall and gate houses, the enhancement in security that the walls were expected to provide has not been realized and public funds totalling Kshs.13,083,000 expended on the project may result in wasteful expenditure.

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, and 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 overall governance were not effective.

Basis for Conclusion

Lack of a Risk Management Policy

Contrary to Regulation 158 (1)(a) and (b) of the Public Finance Management (County Governments) Regulations 2015, Management had not established a Risk Management Policy and Strategy. The provision requires the Accounting Officer to develop risk management strategies that include fraud prevention mechanisms and internal controls that support robust business operations.

In the circumstance, Management may not have the means to manage operational and other risks that the County Assembly may face.

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 control, 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 control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide

a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Assembly's 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 Assembly to cease to continue 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 Assembly to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

24 December, 2021

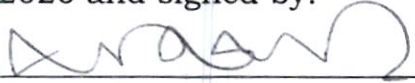
BOMET COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2020

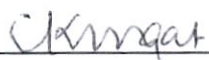
6. FINANCIAL STATEMENTS

6.1. STATEMENT OF RECEIPTS AND PAYMENTS AS AT 30 JUNE 2020

		2019/20	2018/19
	Note	KShs	KShs
RECEIPTS			
Transfers from the County Treasury/Exchequer Releases	1	707,246,000	657,433,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	102,200	-
TOTAL RECEIPTS		707,348,200	657,433,000
PAYMENTS			
Compensation of Employees	4	280,038,080	287,042,429
Use of goods and services	5	284,772,920	276,378,755
Transfers to Other Government Entities	7	40,071,803	20,000,000
Social Security Benefits	9	12,663,909	22,679,411.4
Acquisition of Assets	10	89,995,996	51,723,280
Finance Costs	11	4,450	109,682
Other Payments	12	-	-
TOTAL PAYMENTS		707,547,158	657,933,558
SURPLUS/DEFICIT		(198,958)	(500,558)

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 20/1/20 2020 and signed by:

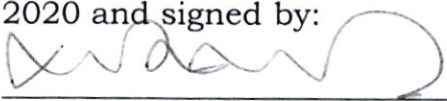

 Clerk of the Assembly
 ISAAC KITUR

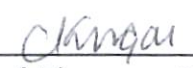

 Chief Finance Officer
 GEOFREY MARITIM
 ICPAK NUMBER 12685

6.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30 JUNE 2020

		2019/20	2018/19
FINANCIAL ASSETS	Note	KShs	KShs
Cash and Cash Equivalents			
Bank Balances	13A	39,168	238,127
Cash Balances	13B	-	-
Total Cash and cash equivalents		39,168	238,127
Accounts receivables - Outstanding Imprests	14	-	-
TOTAL FINANCIAL ASSETS		39,168	238,127
FINANCIAL LIABILITIES			
Accounts Payables - Deposits and retentions	15	-	-
NET FINANCIAL ASSETS		39,168	238,127
REPRESENTED BY			
Fund balance b/fwd	16	238,127	738,685
Surplus/Deficit for the year		(198,958)	(500,558)
NET FINANCIAL POSITION		39,168	238,127

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 20/08/2020 and signed by:


 Clerk of the Assembly
 ISAAC KITUR


 Chief Finance Officer
 GEOFREY MARITIM
 ICPAK Member Number:

6.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020


		2019/20	2018/19
	Note	KShs	KShs
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	707,246,000	657,433,000
Other Receipts	3	102,200	-
Payments for operating expenses			
Compensation of Employees	4	(280,038,080)	(287,042,429)
Use of goods and services	5	(284,772,920)	(276,378,755)
Subsidies	6	-	-
Transfers to Other Government Entities	7	(40,071,803)	(20,000,000)
Other grants and transfers	8	-	-
Social Security Benefits	9	(12,663,909)	(22,679,412)
Finance Costs	11	(4,450)	(109,682)
Other Payments	12	-	-
Adjusted for:			
Prior year adjustment	17		
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	18	-	-
Increase/(Decrease) in Accounts Payable: (deposits and retention)	19		
Net cash flows from operating activities		89,797,038	51,222,722
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	10	(89,995,996)	(51,723,280)

BOMET COUNTY ASSEMBLY
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For the year ended 30 June 2020

		-	
Net cash flows from investing activities		(89,995,996)	(51,723,280)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(198,958)	(500,558)
Cash and cash equivalent at BEGINNING of the year	13	238,127	738,685
Cash and cash equivalent at END of the year		39,168	238,127

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 20/08/20 2020 and signed by:


 Clerk of the Assembly
 ISAAC KITUR


 Chief Finance Officer
 GEOFFREY MARITIM
 ICPAK Member Number:12685

6.4. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization on difference
	a	b	c=a+b	e=d-c	
RECEIPTS	Kshs	Kshs	Kshs	Kshs	%
Transfers from the County Treasury/Exchequer Releases	706,321,523	1,285,455	707,606,978	707,246,000	99.9%
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	102,200	-
TOTAL	706,321,523	1,285,455	707,606,978	707,348,200	99.9%
PAYMENTS					
Compensation of Employees	301,586,735	(21,503,655)	280,083,080	280,038,080	99.9%
Use of goods and services	298,305,866	(13,486,783)	284,819,083	284,772,920	99.9%
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	40,000,000	0	40,000,000	40,071,803	100%
Other grants and transfers	-	-	-	-	-
Social Security Benefits	-	12,663,909	12,663,909	12,663,909	100
Acquisition of Assets	66,328,922	23,691,984	90,020,906	89,995,997	99.9%
Finance Costs	100,000	(80,000)	20,000	4,450	22.3%
TOTAL	706,321,523	1,285,455	707,606,978	707,547,158	99%
SURPLUS/ DEFICIT	0	0	0	(198,958)	


There was no significant underutilization below 10%

The changes between the original and final budget was as a result of supplementary budget.

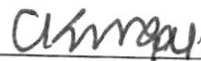
NB: The budget line for personal allowances paid in kind of **Kshs 6,515,140** was captured in the item line of use of goods and services under telephone allowance.

Ksh 71,803 was transfer to County Revenue Fund at the end of the year.

The Assembly financial statements were approved on 20/08 2020 and signed by:



Clerk of the Assembly
ISAAC KITUR



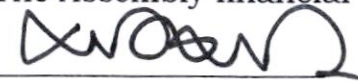
Chief Finance Officer
GEOFFREY MARITIM
ICPAK Member Number:12685

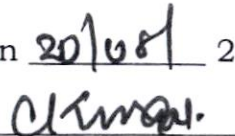
6.5. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	a	b	c=a+b	e=d-c	
RECEIPTS	Kshs	Kshs	Kshs	Kshs	%
Transfers from the County Treasury/ Exchequer Releases	646,321,523	(18,714,545)	627,606,978	627,246,000	99.9%
Other Receipts	-	-	-	102,000	-
TOTAL	646,321,523	(18,714,545)	627,606,978	627,348,000	99.9
PAYMENTS					
Compensation of Employees	301,586,735	(21,503,655)	280,083,080	280,038,080	100
Use of goods and services	298,305,866	(13,486,783)	284,819,083	284,772,920	99.9
Transfers to Other Government Entities	40,000,000	-	40,000,000	40,000,000	100
Social Security Benefits	-	12,663,909	12,663,909	12,663,909	100
Acquisition of Assets	6,328,922	3,691,984	10,020,906	10,005,118	100
Finance Costs	100,000	(80,000)	20,000	4,450	22.3
TOTAL	646,321,523	(18,714,545)	627,606,978	627,484,476	
Surplus/ Deficit	0	0	0	(136,476)	

There was no significant underutilization below 10%

The Assembly financial statements were approved on 20/06/20 2020 and signed by:


 Clerk of the Assembly
 ISAAC KITUR


 Chief Finance Officer
 GEOFREY MARITIM
 ICPAK Member Number:12685

6.6. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	KShs	KShs	c=a+b	e=d-c	KShs
RECEIPTS	Kshs	Kshs	Kshs	Kshs	%
Transfers from the County Treasury/ Exchequer Releases	60,000,000	20,000,000	80,000,000	80,000,000	100%
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	-	-
TOTAL	60,000,000	20,000,000	80,000,000	80,000,000	100%
PAYMENTS					
Compensation of Employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Transfers to Other Government Entities	-	-	-	-	100%
Social Security Benefits	-	-	-	-	-
Acquisition of Assets	60,000,000	20,000,000	80,000,000	79,990,879	99.9%
Total	60,000,000	20,000,000	80,000,000	79,990,879	99.9%
SURPLUS/ DEFICIT	0	0	0	9,121	

There was no significant underutilization below 10%

The Assembly financial statements were approved on 20/08 2020 and signed by:



Clerk of the Assembly
 ISAAC KITUR



Chief Finance Officer
 GEOFREY MARITIM
 ICPAK Member Number:12685

6.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	a	b	C=a+b	d	c-d
Programme 1: Legislative Services	KShs	KShs	KShs	KShs	%
Sub-programme 1.1	180,526,655.50	(14,838,216)	165,688,440	165,680,894	99.9
Sub-programme 1.2	90,990,772.50	(15,323,540)	75,667,233	75,666,233	99.9
Sub-programme 1.3	3,878,600	835,000	4,713,600	4,713,600	99.9
Total for Programme 1	275,396,028	(29,326,756)	246,069,272	246,060,727	99.9
Programme 2: Oversight and Representation					
Sub-programme 2.1	49,024,000	13,050,000	62,074,000	62,064,000	99.9
Sub-programme 2.2	39,349,050	18,945,975	58,295,025	58,284,872	99.8
Sub-programme 2.3	1,200,000	(1,200,000)	0	-	-
Total for Programme 2	89,573,050	30,795,975	120,369,025	120,348,872	99.8
Programme 3: General Administration					
Sub-programme 3.1	190,319,682	(5,277,906)	185,041,776	185,030,775	99.9
Sub-programme 3.2	74,505,041	(15,445,058)	59,059,983	59,049,983	99.9
Sub-programme 3.3	2,841,800	(1,581,800)	1,260,000	1,260,000	100
Sub-programme 3.4	13,685,922	2,121,000	15,806,922	15,805,922	99.8
Sub-programme 3.5	100,000,000	(20,000,000)	80,000,000	79,990,879	99.9

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Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
Total for Programme 3	381,352,445	(40,183,764)	341,168,681	341,137,559	99.9
Total for all programmes	746,321,523	(38,714,545)	707,606,978	707,547,158	99.9

6.8 SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standard financial reporting under the cash basis of Accounting, as prescribed by the Public Sector Accounting Standard Board 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 statement of assets and liabilities, although not a requirement of the International Public Sector Accounting Standard Cash Standard, has been included to disclose information on receivables and payables.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the entity 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 Public Sector Accounting Standard Board.

2. Reporting entity

The financial statements are for the Bomet County Assembly. The financial statements encompass the reporting entity as specified in section 164 of Public Finance Management Act ,2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

Tax receipts

Tax Receipts is recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

BOMET COUNTY ASSEMBLY
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Transfers from the Exchequer/ County Treasury

Transfer from Exchequer 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 notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Other Receipts

Other receipts relate to receipts such as tender fees among others. These are recognised in the financial statements when the associated cash is received.

b) Recognition of Payments

The entity recognises all expenses when the event occurs and the related cash has actually been paid out by the entity.

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

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.

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 Assembly 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 Bomet County Assembly includes such value in the statement of receipts

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and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. 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.

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.

There were no other restrictions on cash during the year.

6. Accounts Receivable

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 Authority to Incur Expenditure holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

7. Accounts Payable

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.

8. 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

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acquisitions and disposals are reflected in the entity fixed asset register a summary of which is provided as a memorandum to these financial statements.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

9. 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 Assembly's at the end of the year. Pending bill 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.

10. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The Assembly's budget was approved as required by Law. The original budget was approved by the County Assembly on 30th June 2019 for the period 1st July 2019 to 30 June 2020 as required by law. There was one number of supplementary budgets passed in the year. A high-level assessment of the Assembly's actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

11. Comparative Figures

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

12. Subsequent Events

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

13. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

14. Related Party Transactions

Related party transactions involve cash and in kind transactions with the National Government, National Government entities and County Government entities. Specific information with regards to related party transactions is included in the disclosure notes.

6.9 NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from the County Treasury/Exchequer Releases

	2019/20	2018/19
	KShs	KShs
Transfers from the County Treasury for Q1	140,000,000	157,500,000
Transfers from the County Treasury for Q2	164,000,000	147,900,000
Transfers from the County Treasury for Q3	154,240,000	174,033,000
Transfers from the County Treasury for Q4	249,006,000	178,000,000
Cumulative Amount	707,246,000	657,433,000

2. PROCEEDS FROM SALE OF ASSETS

	2019/20	2018/19
	KShs	KShs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Total	-	-

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3. OTHER RECEIPTS

	2019/20	2018/19
	KShs	KShs
Tender fees received	-	-
Other Receipts II	102,200	0
Other Receipts III	-	-
Other Receipts IV	-	-
Total	102,200	0

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. COMPENSATION OF EMPLOYEES

	2019/20	2018/19
	KShs	KShs
Basic salaries of permanent employees	138,319,655	178,215,847
Basic wages of temporary employees	25,632,668	22,680,490
Personal allowances paid as part of salary	64,345,116	28,678,493
Personal allowances paid as reimbursements	34,054,361	43,901,239
Personal allowances provided in kind	6,515,140	5,329,000
Pension and other social security contributions	10,999,140	7,951,506.6
Compulsory national social security schemes	172,000	285,800
Compulsory national health insurance schemes	-	-
Social benefit schemes outside government	-	-
Other personnel payments	-	-
Total	280,038,080	287,042,429.6

5. USE OF GOODS AND SERVICES

	2019/20	2018/19
	KShs	KShs
Utilities, supplies and services	1,369,588	1,044,069
Communication, supplies and services	2,111,780	4,315,160
Domestic travel and subsistence	76,500,000	97,982,717
Foreign travel and subsistence	17,104,624	30,075,009
Printing, advertising and information supplies & services	5,237,458	6,615,430
Rentals of produced assets	454,926	780,000
Training expenses	23,346,619	22,065,212
Hospitality supplies and services	18,657,846	6,266,400
Insurance costs	20,426,959	21,010,872
Specialized materials and services	2,499,850	999,740
Office and general supplies and services	4,707,567	3,421,231
Fuel Oil and Lubricants	-	-
Other operating expenses	104,019,653	75,353,357

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Routine maintenance – vehicles and other transport equipment	6,511,040	5,689,558
Routine maintenance – other assets	1,825,010	760,000
Total	284,772,920	276,378,755

BOMET COUNTY ASSEMBLY
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. SUBSIDIES

Description	2019/20	2018/19
	KShs	KShs
Subsidies to County Corporations		
Subsidies to Private Enterprises	-	-
Total	-	-

7. TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2019/20	2018/19
	KShs	KShs
Transfers to National Government entities	-	-
Transfers to other County Assembly Car Loan Fund Account	40,000,000	20,000,000
Transfer to CRF	71,803	-
Total	40,071,803	20,000,000

8. OTHER GRANTS AND TRANSFERS

	2019/20	2018/19
	KShs	KShs
Scholarships and other educational benefits	-	-
Membership Fees and Dues and Subscriptions to Organizations	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	-	-

BOMET COUNTY ASSEMBLY
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. SOCIAL SECURITY BENEFITS

	2019/20	2018/19
	KShs	KShs
Government pension and retirement benefits	12,663,909	22,679,411.4
Social security benefits in cash and in kind	-	-
Employer Social Benefits in cash and in kind	-	-
Total	12,663,909	22,679,411.4

The social security benefit was purely gratuity payments for members of the County Assembly.

10. ACQUISITION OF ASSETS

Non- Financial Assets	2019/20	2018/19
	KShs	KShs
Purchase of Buildings	-	-
Construction of Buildings	-	31,172,845
Refurbishment of Buildings	-	-
Construction of Roads	-	-
Construction and Civil Works	79,990,878	-
Overhaul and Refurbishment of Construction and Civil Works	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and Equipment	1,098,000	999,993
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Purchase of Certified Seeds, Breeding Stock and Live Animals	-	-
Research, Studies, Project Preparation, Design & Supervision	-	-
Rehabilitation of Civil Works	-	-
Purchase of ICT Equipment	8,907,118	6,110,442
Acquisition of Strategic Stocks and commodities	-	-

BOMET COUNTY ASSEMBLY
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	2019/20	2018/19
Non- Financial Assets		
Acquisition of Other Inventories	-	-
Acquisition of Land	-	13,440,000
Acquisition of Intangible Assets	-	-
Total purchase of non-financial assets	-	-
Financial Assets	-	-
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions	-	-
Total purchase of financial assets	-	-
Total	89,995,996	51,723,280

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. FINANCE COSTS

	2019/20	2018/19
	KShs	KShs
Bank Charges	4,450	109,682
Exchange Rate Losses	-	-
Other Finance costs	-	-
Interest on borrowings	-	-
Total	4,450	109,682

Note: The finance cost above was purely bank charges.

12. OTHER PAYMENTS

	2019/20	2018/19
	KShs	KShs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Capital Transfers to Non-Financial Public Enterprises	-	-
Capital Transfer to Public Financial Institutions and Enterprises	-	-
Capital Transfers to Private Non-Financial Enterprises	-	-
Total	-	-

13. CASH AND BANK BALANCES

13A. BANK BALANCES

Name of Bank, Account No. & Currency	Indicated whether or development	2019/20	2018/19
		KShs	KShs
Central Bank of Kenya, County Assembly Account Number 1000239727	Recurrent Account	11,943.9	166,323
Equity Bank, County Assembly Account Number 1220261153628	Recurrent Account	18,102	-

BOMET COUNTY ASSEMBLY
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Central Bank of Kenya, County Assembly Account Number 1000304804	Development Account	9,121.6	71,804
Total		39,168	238,127

All bank accounts operated by the County Assembly have been indicated as stated above in Note 13 A.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13B. CASH IN HAND

	2019/20	2018/19
	KShs	KShs
Cash in Hand – Held in domestic currency	-	-
Cash in Hand – Held in foreign currency	-	-
Total	-	-

Analysis of cash in Hand

Description	2019/20	2018/19
	KShs	KShs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Total	-	-

14. ACCOUNTS RECEIVABLE

Description	2019/20	2018/19
	KShs	KShs
Government Imprests	-	-
Clearance Accounts	-	-
Staff Advances	-	-
Other Advances	-	-
Total	-	-

There was no outstanding imprest as at 30 June 2020

15. ACCOUNTS PAYABLE

Description	2019/20	2018/19
	KShs	KShs
Deposits	-	-
Retentions	-	-
Total	-	-

The Assembly had not opened the deposit account during the time of audit.

16. FUND BALANCE BROUGHT FORWARD

Description	2019/20	2018/19
	KShs	KShs
Fund Balance brought forward	238,127	738,685
Accumulated surplus /deficit	(198,958)	(500,558)
Total	39,169	238,127

17. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2018/2019 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2018/2019
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
Total	-	-	-

There were no errors noted in the prior year financial statement.

18. CHANGES IN RECEIVABLE

Description of the error	2019 - 2020	2018 - 2019
	KShs	KShs
Outstanding Imprest as at 1 st July 2019 (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

19. CHANGES IN ACCOUNTS PAYABLE - DEPOSITS AND RETENTIONS

Description of the error	2019 - 2020	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

6.10 OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	-	-	-	-
Construction of civil works	-	-	-	-
Supply of goods	-	-	-	-
Supply of services	-	-	-	-
Total	-	-	-	-

2. PENDING STAFF PAYABLES (See Annex 2)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Senior management	-	-	-	-
Middle management	-	-	-	-
Unionisable employees	-	-	-	-
Others	-	-	-	-
Total	-	-	-	-

3. OTHER PENDING PAYABLES (See Annex 3)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-

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Amounts due to third parties	-	-	-	-
Total	-	-	-	-

4. External Assistance

	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
External assistance received in cash	-	-
External assistance received as loans and grants	-	-
External assistance received in kind- as payment by third parties	-	-
Total	-	-

a) External assistance relating loans and grants

	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
Total	-	-

b) Undrawn external assistance

	Purpose for which undrawn external assistance may be used	FY 2019/2020	FY 2018/2019
Description		Kshs	Kshs
Undrawn external assistance - loans		-	-
Undrawn external assistance - grants		-	-
Total		-	-

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	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

c.Non-monetary external assistance

	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
Goods	-	-
Services	-	-
Total	-	-

d.Purpose and use of external assistance

PAYMENTS MADE BY THIRD PARTIES	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
Compensation of Employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to Other Government Units	-	-
Other grants and transfers	-	-
Social Security Benefits	-	-
Acquisition of Assets	-	-
Finance Costs, including Loan Interest	-	-

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Repayment of principal on Domestic and Foreign borrowing	-	-
Other Payments	-	-
Total	-	-

N/B The above sub-classification will be adopted based on the purpose of the external assistance and how the external assistance was used.

e. External Assistance paid by Third Parties on behalf of the Entity by Source

This relates to external assistance paid directly by third parties to settle obligations on behalf of the entity

	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

5. PAYMENTS BY THIRD PARTY ON BEHALF OF THE COUNTY

This relates to payments done directly to supplier on behalf of the county governments 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.

Classification by Source

	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-

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Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

Classification of payments made by Third Parties by Nature of expenses

PAYMENTS MADE BY THIRD PARTIES	FY 2019/2020	FY 2018/2019
Description	Kshs	Kshs
Compensation of Employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to Other Government Units	-	-
Other grants and transfers	-	-
Social Security Benefits	-	-
Acquisition of Assets	-	-
Finance Costs, including Loan Interest	-	-
Other Payments	-	-
Total	-	-

6. 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 Assembly:

- Members of County Assembly;
- Key management personnel that include the Clerk of the Assembly and heads of departments;
- The County Executive;
- County Ministries and Departments;
- Other County Government entities including corporations, funds and boards;
- The National Government;
- Other County Governments; and
- State Corporations and Semi-Autonomous Government Agencies.

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Related party transactions:

	2019-2020	2018- 2019
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the Member of County Assembly	143,652,016	130,592,742
Key Management Compensation (Clerk and Heads of departments)	34,321,000	31,200,000
Total Compensation to Key Management	177,973,016	161,792,742
	-	-
Transfers to related parties	-	-
Transfers to other County Government Entities such as car and mortgage schemes	40,000,000	20,000,000
Transfers to County Corporations	-	-
Transfers to non-reporting entities e.g Early Childhood Education centres, welfare centres etc	-	-
Total Transfers to related parties	40,000,000	20,000,000
	-	-
Transfers from related parties	-	-
Transfers from the County Executive- Exchequer	707,246,000	657,433,000
Payments made on behalf of the County Assembly by other Government Agencies	-	-
(Insert any other transfers received)	-	-
Total Transfers from related parties	707,246,000	657,433,000

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7. PROGRESS ON FOLLOW 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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Surrender of County Revenue Fund		Kshs 283,173	Resolved	
2	Non Deduction of Contract retention Money	The deposit account had not been opened during the time of audit.		Resolved	
3	Delayed Completion of Minichamber and Boundary Wall	The Min chamber is 99% Complete now.		WIP	31 st Dec 2020.

.....
Chimani
 Date.....*20/07/20*.....

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ANNEXES

ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
	A	b	c	d=a-c		
	Kshs		Kshs	Kshs	Kshs	
Construction of buildings	-	-	-	-	-	-
1.	-	-	-	-	-	-
2.	-	-	-	-	-	-
3.	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-
Construction of civil works	-	-	-	-	-	-
4.	-	-	-	-	-	-
5.	-	-	-	-	-	-
6.	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-
Supply of goods	-	-	-	-	-	-
7.	-	-	-	-	-	-
8.	-	-	-	-	-	-
9.	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Supply of services	-	-	-	-	-	-
10.	-	-	-	-	-	-
11.	-	-	-	-	-	-
12.	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-

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ANNEX 2 – ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
		A	b	C	d=a-c		
		Kshs	Kshs	Kshs	Kshs	Kshs	
1.	-	-	-	-	-	-	
2.	-	-	-	-	-	-	
3.	-	-	-	-	-	-	
4.	-	-	-	-	-	-	
5.	-	-	-	-	-	-	
6.	-	-	-	-	-	-	
7.	-	-	-	-	-	-	
8.	-	-	-	-	-	-	
9.	-	-	-	-	-	-	
10.	-	-	-	-	-	-	
11.	-	-	-	-	-	-	
12.	-	-	-	-	-	-	
Sub-Total	-	-	-	-	-	-	
Grand Total	-	-	-	-	-	-	

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ANNEX 3 – ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
		a	b	c	d=a-c		
		KShs	KShs	KShs	KShs	KShs	
Amounts due to National Govt Entities	-	-	-	-	-	-	
1.	-	-	-	-	-	-	
2.	-	-	-	-	-	-	
3.	-	-	-	-	-	-	
Sub-Total	-	-	-	-	-	-	
Amounts due to County Govt Entities	-	-	-	-	-	-	
4.	-	-	-	-	-	-	
5.	-	-	-	-	-	-	
6.	-	-	-	-	-	-	
Sub-Total	-	-	-	-	-	-	
Amounts due to Third Parties	-	-	-	-	-	-	
7.	-	-	-	-	-	-	
8.	-	-	-	-	-	-	
9.	-	-	-	-	-	-	

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Name	Brief Transacti on Descripti on	Origin al Amou nt	Date Payable Contract ed	Amou nt Paid To- Date	Outstandin g Balance 2019/20	Outstan ding Balance 2018/19	Commen ts
Sub-Total	-	-	-	-	-	-	
Others (<i>specify</i>)	-	-	-	-	-	-	
10.	-	-	-	-	-	-	
11.	-	-	-	-	-	-	
12.	-	-	-	-	-	-	
Sub-Total	-	-	-	-	-	-	
Grand Total	-	-	-	-	-	-	

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KShs) 2018/19	Additions during the year (KShs)	Disposals during the year (KShs)	Transfers in/(out)	Historical Cost c/f (KShs) 2019/20
Land	13,440,000		0	0	13,440,000
Buildings and structures	7,889,227	79,990,878	0	0	87,880,105
Transport equipment			-	-	-
Office equipment, furniture and fittings	4,948,393	1,098,000	0	0	6,046,393
ICT Equipment	9,070,402	8,907,118	0	0	17,977,520
Machinery and Equipment	-	-	-	-	-
Biological assets	-	-	-	-	-
Infrastructure Assets	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Work In Progress	-	-	-	-	-
Total	35,348,022	89,995,996	0	-	125,344,018

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Assembly since its inception. Additions during the year should tie to note 10 on acquisition of assets during the year and subsequently the statement of receipts and payments

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ANNEX 5 – ANALYSIS OF OUTSTANDING IMPRESTS

There was no outstanding imprest.

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Imprest Register

	Staff name	Staff Personal number	Department	Imprest warrant No.	Date of issue	Expected date of surrender	Actual date of surrender	Number of days outstanding	Currency	Imprest Amount Kshs	Amount surrendered Kshs	Balance Kshs	Remarks
1	-	-	-	-	-	-	-	-	-	-	-	-	-
2	-	-	-	-	-	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-	-	-	-	-	-	-
6	-	-	-	-	-	-	-	-	-	-	-	-	-
7	-	-	-	-	-	-	-	-	-	-	-	-	-
8	-	-	-	-	-	-	-	-	-	-	-	-	-
9	-	-	-	-	-	-	-	-	-	-	-	-	-
10	-	-	-	-	-	-	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-	-	-	-	-	-	-

Prepared by _____

NSJK

Authorized by _____

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ANNEX 6 Contingent liabilities register

	Nature of contingent liability	Payable to	Currency	Estimated Amount Kshs	Expected date of payment	Remarks
			Kshs	Kshs		
1	-	-	-	-	-	-
2	-	-	-	-	-	-
3	-	-	-	-	-	-
4	-	-	-	-	-	-
5	-	-	-	-	-	-
6	-	-	-	-	-	-
7	-	-	-	-	-	-
8	-	-	-	-	-	-
9	-	-	-	-	-	-
10	-	-	-	-	-	-
11	-	-	-	-	-	-
12	-	-	-	-	-	-

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT