

REPUBLIC OF KENYA



Enhancing Accountability

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REPORT

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THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF MURANG'A

**FOR THE YEAR ENDED
30 JUNE, 2021**



Revised template of 30th June 2021

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
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MURANGA COUNTY ASSEMBLY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2021

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

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

TABLE OF CONTENTS

TABLE OF CONTENTS	i
1. KEY ENTITY INFORMATION AND MANAGEMENT	ii
2. FORWARD BY THE CLERK OF THE ASSEMBLY	v
3. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETRMINED OBJECTIVESix	
4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTINGxiii	
5. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	xv
6. REPORT OF THE INDEPENDENT AUDITOR ON THE ENTITY (specify entity name) ...	xvi
7. FINANCIAL STATEMENTS	1
7.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 TH JUNE 20211	
7.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30 TH JUNE 2021	2
7.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 TH JUNE 2021	3
7.4. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT COMBINED	4
7.5. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT...5	
7.6 STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT6	
7.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	7
7.8 SIGNIFICANT ACCOUNTING POLICIES	8
7.9 NOTES TO THE FINANCIAL STATEMENTS	16
8. PROGRESS ON FOLLOW ON PRIOR YEAR AUDITOR'S RECOMMENDATIONS	34
ANNEXES.....	35
ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE	35
ANNEX 2 – ANALYSIS OF PENDING STAFF PAYABLES	36
ANNEX 3 – ANALYSIS OF OTHER PENDING PAYABLES.....	37
ANNEX 4 – SUMMARY OF NON-CURRENT ASSET REGISTER.....	39
ANNEX 5 – ANALYSIS OF ACCOUNTS RECIVABLES	39
ANNEX 6: CONTINGENT LIABILITIES REGISTER	41
ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT	42

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 constitutes 35 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards. The MCAs 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 Muranga county Assembly day-to-day management is under the following key organs:

No.	Description	Name
1.	Speaker of the County Assembly	Leonard Nduati Kariuki
2.	Clerk of the County Assembly	Wilson Kuria Thuita
3.	Head of Department-Finance and Accounts	Isaac Khalisia Bubiru

(c) Fiduciary Management

The key management personnel who held office during the period ended June 30,2021 and who had direct fiduciary responsibility were:

No.	Description	Name
1.	Accounting Officer- Clerk	Wilson Kuria Thuita
2.	Director Finance and Accounts	Isaac Khalisia Bubiru

(d) Fiduciary Oversight Arrangements

While the County Assembly Service Board has the overall fiduciary oversight roles the board has established the following committees:

(i)The loan management committee which considers application for car and mortgage loans . The committee is appointed by the Board and oversight the loan management .

(ii)The members welfare and Board Advisory committee comprising of 9 members of the Assembly who receive and consider the representations and suggestions of members of the County Assembly and makes recommendations to the Board for action.

(iii)The management committee consists of all heads of departments in the Assembly and is responsible for advising the board on matters relating to the functions and powers of the board

(iv)The staff Advisory Committee consists of heads of departments and the clerk and is responsible for advising the Board through the committee on matters relating to staff

(d) Entity Headquarters

P.O. Box 731-102000

Muranga County Assembly Offices

Along Muranga Kiriaini Road

(f) Entity Contacts

Telephone: 0722733391

E-mail: clerk@assembly.muranga.go.ke

Website: www.assembly.muranga.go.ke

(e) Entity Bankers

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

(f) Independent Auditor

Auditor General
Office of The Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
NAIROBI, KENYA

(g) Principal Legal Adviser

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

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

2. FORWARD BY THE CLERK OF THE ASSEMBLY

INTRODUCTION

The County Assembly is established pursuant to Article 185 of the Constitution of Kenya as the County the legislative arm of the County government. According to Article 177 of the constitution, and Section 7 of the County Governments Act, the County Assembly consists of;

- a) Members of the County Assembly elected from the Wards
- b) Members representing special interests in the assembly. Such interests include the youth, the marginalized communities, people living with disabilities among others.
- c) The Speaker of the County Assembly.

The Assembly also has a Clerk, who is the Chief Executive Officer, and the Accounting Officer of the County assembly. The Clerk is also Secretary to the County Assembly Service Board. There is also an "Assembly Service", consisting of technical and support staff, employed by the County Assembly Service Board. The staff members provide support to Members of the County Assembly (MCAs) in their work.

The Functions of the County Assembly

The functions of the County Assembly are as follows:

- a) A county assembly may make any laws that are necessary for the effective performance of the functions and exercise of the powers of the county government under the Fourth Schedule.
- b) A county assembly, while respecting the principle of the separation of powers, may exercise oversight over the county executive committee and any other county executive organs. A county assembly may receive and approve plans and policies for—
 - (1) the management and exploitation of the county's resources;
 - (2) the development and management of its infrastructure and institutions.
- c) Approve the budget and expenditure of the county government in accordance with Article 207 of the Constitution, and the legislation contemplated in Article 220(2) of the Constitution, guided by Articles 201 and 203 of the Constitution.
- d) Approve the borrowing by the county government in accordance with Article 212 of the Constitution.
- e) Vet and approve nominees for appointment to county public offices as may be provided in law.
- f) The county assembly participates in the removal of key officers:
 1. Governor
 2. Speaker
 3. County executives
 4. County Public Service Board

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

To achieve the above, MCAs are involved in a number of activities. They include:

- ✓ Drafting, tabling, enacting and debating bills and motions
- ✓ Seeking answers on behalf of citizens
- ✓ Being involved in leadership in the house, such as Leader of Majority, Whip, etc.
- ✓ Working in assembly committees
- ✓ Presenting petitions on behalf of citizens

2.1 Budget performance

Receipt/Expense Item	Original Budget	Adjustment	Final Budget	Actual on Comparable Basis	% Utilization difference
	KSh	KSh	a+b	c+d	KShs
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	835,143,240	-	835,143,240	730,399,997	87
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	-	-
TOTAL	835,143,240	-	835,143,240	730,399,997	87
PAYMENTS					
Compensation of Employees	345,200,000	15,950,000	361,150,000	359,587,952	99
Use of goods and services	356,443,240	3,550,000	359,993,240	318,271,238	88
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	40,000,000	-	40,000,000	26,015,648	65
Other grants and transfers	-	-	-	-	-
Social Security Benefits	35,000,000	(13,000,000)	22,000,000	20,411,962	92
Acquisition of Assets	53,000,000	(2,000,000)	51,000,000	4,983,203	10
Finance Costs	-	-	-	-	-
Other Payments	5,500,000	(4,500,000)	1,000,000	990,023	99
TOTAL	835,143,240	-	835,143,240	730,260,026	87
SURPLUS/ DEFICIT				139,971	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

2.2 Operational Performance

Over 50 laws have been enacted by the County Assembly key among them being;

- ✓ The Murangá County Alcoholic Drinks Control Act, 2013.
- ✓ The Murangá County Loans and Mortgage Fund Act, 2013.
- ✓ The Murang'a County Symbols Act, 2014.
- ✓ The Murang'a County Revenue Administration Act, 2015
- ✓ The Murang'a County Rating Act, 2015
- ✓ The Murang'a County Tourism Development Act, 2016
- ✓ The Murang'a County Persons living with Disability Act, 2016
- ✓ The Murang'a County Avocado Production, Processing and Marketing Act, 2020
- ✓

In addition, various pro service delivery motions have been passed and implemented by the County Executive.

The county budget was passed on 24th June 2020 and supplementary budget was passed on 29 June 2021

The Structure and Functions of County Assembly Committees

The committees of the county assembly are provided for in the County Governments, Act, 2012. Apart from helping the assembly manage its business, the committees of the county assembly have the following functions:

1. Conduct oversight on the executive to ensure that the executive is exercising fiscal prudence and good governance in the given sectors.
2. Initiate and/or scrutinize legislative and regulatory proposals on matters touching the relevant sectors
3. Review and recommend budget allocation to the department of the county
4. Investigate, inquire into, and report on all matters relating to the departments' management, activities, administration, and operations.
5. Study the programme and policy objectives of the departments and the effectiveness of the implementation
6. Vet and report on appointments in the departments where the Constitution or any law requires the Assembly to approve.

2.3 Performance of key development projects

Refurbishment of Assembly Chambers

The County Assembly embarked on a refurbishment project of the Assembly Chambers in 2015. The project has so far been completed and fully installed with state of the art hansard and ICT related equipment. This development has largely enhanced efficiency and effectiveness in Assembly legislative processes.

Enhanced Office infrastructure.

Since inception the County Assembly has continually embarked on upgrading its infrastructural facilities such as the internet, leasing of additional office space and procurement of furniture and ICT systems as well as purchase of Motor vehicles. This has greatly enhanced efficiency and service delivery to both internal and external public.

2.4 Comment on value-for-money achievements

The County Assembly has over the years endeavored to use the budget process to allocate resources for the implementation of all activities listed in its strategic plan. This has greatly been aided by strategic partnerships, capacity building of its Members and Staff, wide stakeholder engagement.

In furtherance, and as guided by the law, the Assembly upholds the tenets fair practices in in all its procurement processes and ensures all its contractual engagements are honoured and that suppliers are paid on time for their products.

However, the progressive orientation of the Assembly towards attainment of its goals as steered by the Assembly's leadership through an appropriate monitoring and evaluation mechanism has suffered major challenges occasioned by untimely disbursement of funds from the county treasury. In addition the COVID-19 pandemic has greatly hampered performance and productivity since the institution was forced to transition to virtual engagement of most of its processes

2,5 Challenges and Recommended Way Forward

- i) The main challenge is late disbursement of funds thus implementation of budget is impaired .



W. Kuria Thuita

Clerk of the County Assembly

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

3. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETRMINED OBJECTIVES

Introduction

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

The key mandate of the County Assembly of Muranga is legislation, oversight, and representation. To achieve this, the assembly's program was document in terms of objective, key performance indicators, and output.

Below were the expected outputs of the assembly in FY 2020/2021

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly	In FY 2020/2021 MCA were trained on Governance, Budge process, legislation and oversight roles
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	% increase in efficient Assembly operation	Various standing orders were reviewed and resulted to better operation of house business
Program 2 Oversight	Realistic and credible budget	Approved budget estimates	Meeting constitutional deadlines	Meeting constitutional deadlines
	Oversight over usage of public resources	PAC & PIC Committees reports	No of reports prepared	Reports were prepared and passed in the house
	Enhanced Governance in public service	Committee reports	No of reports prepared	

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

<p>Program 3 General Administration ,Planning support services</p>	<p>Enhanced staff performance</p> <p>Improved working conditions</p>	<p>Efficient and effective service delivery</p> <p>Adquate office space ICT and other facilities</p>	<p>There is a 25% increase of efficiency in the administrative services of the Assembly operations. The employees have improved in the ways they support the Members of the County Assembly in their both their oversight and legislative roles. The complaints from the MCAs on the operations of the Assembly have reduced by almost 75% compared to the last financial</p> <p>Enhanced productivity. The training initiatives have helped the employees to enhance their performance as a result of</p>	<p>Increase in efficiency and effective service delivery</p> <p>Increase in efficiency and effective service delivery</p>
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MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

			<p>the increase in their skill level leading to completion of assigned work before the set deadlines. Improved Technical skills by about 80% compared to the last financial year for the technical staff working in the Hansard Department. Improved Employee Satisfaction. The trainings have increased the employees' satisfaction levels and have made them feel more valued at the Assembly</p>	
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MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

			resulting in high motivation that has led to performance of their duties with great enthusiasm and efficiency.	
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4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Muranga County Assembly exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on five pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

1. Sustainability strategy and profile -

County Assembly of Muranga endeavour to achieve its mandate of legislation, oversight, and representation through the operation of business in the county assembly. The assembly was able to pass many bills which affects many sectors in the economy.

2 .Environmental performance

The assembly passed bills on forestation and waste management

3 .Employee welfare

The hiring process is guided by the following policies:

- a. Human Resource Policies and Procedures Manual for the Public Service
- b. Human Resource Manual for the County Assembly of Murang'a

The hiring process is also bound by the National values and principles of governance as stipulated in Article 10 of the Constitution. These include

National unity, democracy and participation of the people, equity, inclusiveness, equality, non-discrimination and protection of the marginalised.

The recruitment is guided by the values and principles of the Public Service as stipulated in Article 232 of the Constitution. The recruitment is taken on the basis of competition and merit, representation of the County's diverse communities, adequate and equal opportunities to all gender, youth, persons with disabilities and minorities. The policy also takes into consideration that not more than two-thirds of vacant posts are filled by either gender and atleast thirty percent of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the County.

The recruitment process also gives due consideration to the appropriate organizational structure and optimal staffing levels, Scheme of Service, and Career Progression Guidelines.

A culture of continuous learning is encouraged and practised to develop Human Capital in the Service. This ensures continuous upgrading of core competencies, knowledge, skills and attitudes of Officers including their ability to assimilate technology to enable them create and seize opportunities for career growth, social advancement, economic growth and development.

All the trainings are based on identified training needs from Training Needs Assessment conducted every two years. The Officers have at least five days training in a year while newly recruited are inducted within three months of joining the Service.

Staff Performance Appraisal System is predicated upon the principle of work planning, setting of agreed performance targets, feedback and reporting. This process is linked to other human resource systems and processes including staff development, career progression, placement, rewards and sanctions. The Strategic objectives are derived from the Assembly Work Plan and Performance Contract and cascaded to the department, sections and individual employees. The performance appraisal is an on-going process throughout the performance period with milestones reviewed, documented and maintained in the appraisee's personal file.

A Performance Management Committee is responsible for the implementation, monitoring and evaluation of the Performance Management System in the Assembly Service.

4 Market place practices-

a) Advertisement for tenders are done through widely read daily newspapers and assembly's website and the award given to the lowest bidder after going through the procurement process.

b) The assembly operates within approved budget and procures goods and services which have budgetary allocations. Orders are issued, commitments are made and payments are made upon delivery within the stipulated timelines.

c) Advertisement of goods and services are done through widely read daily newspapers and assembly's website.

5 Community Engagements-

The assembly engages the public through public participation whenever an enactment of certain bill is about to be done. This is done by the Assembly Committees such as finance committee, Budget committee, Agriculture committee etc.

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

5. 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 Government Entity to prepare 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 June 30, 2021. 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, 2021 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 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

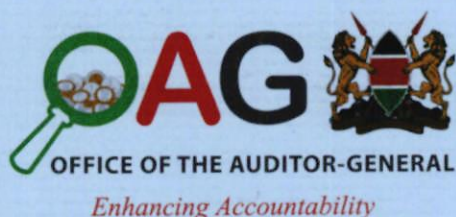
The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 27/10 2021



W. Kuria Thuita

Clerk of the County Assembly

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 MURANG'A FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Assembly of Murang'a set out on pages 1 to 41, which comprise the statement of financial assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows

Report of the Auditor-General on County Assembly of Murang'a for the year ended 30 June, 2021

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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the County Assembly of Murang'a as at 30 June, 2021, 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.

Basis for Qualified Opinion

1. Variances Between the Financial Statements and Integrated Financial Management System (IFMIS) Report

The financial statements for the year ended 30 June, 2021 reflects various balances which are at variance with figures shown in the IFMIS report as detailed below:

Item	Figures as per Financial Statements (Kshs.)	Figures as per the IFMIS Data (Kshs.)	Variance (Kshs.)
Compensation of Employees	359,587,952	255,612,550	103,975,402
Use of Goods and Services	318,271,238	268,199,359	50,071,879
Social Security and Transfers	20,411,962	18,926,387	1,485,575
Acquisition of Assets	4,983,203	4,665,700	317,503
Total	703,254,355	547,403,996	155,850,359

No reconciliations or explanations have been provided for the above variances.

In the circumstances, it has not been possible to confirm the accuracy of the respective balances in the financial statements.

2. Unsupported Cash and Cash Equivalents

As disclosed under Note 13 A to the financial statements, the statement of financial assets and liabilities reflects bank balances of Kshs.1,374,779 as at 30 June, 2021. The balance consist of Kshs.139,971, Kshs.30 and Kshs.1,234,778 held at Central Bank of Kenya in respect to development , recurrent deposits accounts respectively. However, these balances were not supported with bank reconciliation statements for the month of June, 2021. Consequently, the accuracy and validity of cash and cash equivalents balance of Kshs.1,374,779 as at 30 June, 2021 could not be confirmed.

3. Lack of Ownership of Motor Vehicles

Summary of Non-Current Assets Register under Annex 4 to the financial statements reflects historical cost of assets balance of Kshs.463,628,437 as at 30 June, 2021. This balance includes transport equipment balance of Kshs.51,040,241 which further includes value of four (4) motor vehicles totalling Kshs.28,600,242 registered in the name of Murang'a County Government. However, the ownership documents for motor vehicle, with registration No.21CG090A were not provided for audit review.

Consequently, the ownership status of motor vehicles valued at Kshs.28,600,242 as at 30 June, 2021 could not be ascertained.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts - recurrent and development combined for the year ended 30 June, 2021 reflects final receipts budget and actual on comparable basis totalling Kshs.835,143,240 and Kshs.730,399,997 respectively, resulting to an under-funding of Kshs.104,743,243 or 13% of the budget.

Similarly, the County Assembly spent Kshs.730,260,026 against an approved budget of Kshs.835,143,240 resulting to an under-expenditure of Kshs.104,883,214 or 13% of the budget.

Consequently, the underfunding and underperformance adversely affected the execution of planned activities and delivery of services to the residents of Murang'a County.

2. Accounts Payables/Pending Bills

Disclosed under Other Disclosures to the financial statements are pending bills totalling Kshs.18,188,947 comprising of pending accounts payable of Kshs.819,971, staff payables of Kshs.3,643,976 and amounts due to County Government entities of Kshs.13,725,000 which were not settled during the year under review but were carried forward to 2021/2022 financial year.

Failure to settle bills during the year to which they relate distorts the financial statements for that year and adversely affects the provisions for the subsequent year to which they have to be charged.

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. Presentation and Disclosures of Financial Statements

Management has not disclosed in the financial statements, information on progress on follow up of auditor's recommendations made on the audit for the previous year.

As a result, the annual reports and financial statements do not comply with the reporting guidelines prescribed by the Public Sector Accounting Standards Board (PSASB).

2. Failure to Observe 30% Rule on Staff Establishment

As reported in the previous year, audit review of personnel records revealed that as at 30 June, 2021 the County Assembly had a total of eighty-three (83) employees out of whom seventy-eight (78) or 94% were from the dominant ethnic community.

This is contrary to Section 65(e) of the County Governments Act, 2012 which states that, in selecting candidates for appointment, the County Public Service Board shall consider the need to ensure that at least thirty percent of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the county for promotion of national unity.

Consequently, the Management is in breach of the law.

3. Subscription Fees Paid without Guiding Policy

Expenditure records maintained by the County Assembly indicate that during the year under review, Management of the County Assembly paid Kshs.2,600,000 in subscription fees to the County Assemblies Forum (CAF) and Society of Clerks at the Table (SOCATT) and as previously reported, there is no legislation in place either at the National or County level to guide and regulate such subscriptions.

Under the circumstances, the propriety of the expenditure of Kshs.2,600,000 on subscriptions fees could not be confirmed.

4. Failure to Fully Implement E-procurement Processes

As previously reported, Executive Order No.6 of 2015 of 7 May, 2015 required all accounting units in national and county government to fully implement the end to end e-procurement processes within a period of two weeks from the date of the circular. Further, Executive Order No.2 of 2018 required that by the 1 of January, 2019, all public procuring entities to undertake all their procurements through the E-procurement module.

However, a review of County Assembly of Murang'a procurement process revealed that was manual. No satisfactory explanation was given for the failure to adhere to the presidential directives.

Consequently, the Management is in breach of the law.

Management was therefore, in breach of the law.

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 matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Governance and Risk Management

As reported in the previous year, although the County Assembly had established an Internal Audit and Audit committee to improve governance and strengthening internal controls as stipulated under Section 155 of the Public Finance Management Act, 2012, a review of its functions and effectiveness revealed deficiencies. The Internal Audit function has only one staff. In addition, no reports of the internal audit were made available for audit review.

In the absence of a functioning internal audit, monitoring and review of the effectiveness of the internal audit process, risk management systems and review of financial statements among other functions of the internal audit may have affected good governance at the County Assembly.

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 overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 ability of the County Assembly of Murang'a to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to dissolve the County Assembly or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the County Assembly of Murang'a 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 sustaining 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 of Murang'a to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 May, 2022

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7. FINANCIAL STATEMENTS

7.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

		2020-2021	2019-2020
	Note	KShs	KShs
RECEIPTS			011
Transfers from the County Treasury/Exchequer Releases	1	730,399,997	581,359,265
Proceeds from Sale of Assets	2	-	469
Other Receipts	3	-	137
TOTAL RECEIPTS		730,399,997	581,359,265
			878
PAYMENTS			255
Compensation of Employees	4	359,587,952	260,945,725
Use of goods and services	5	318,271,238	260,735,052
Subsidies	6	-	-
Transfers to Other Government Entities	7	26,015,648	36,027,011
Other grants and transfers	8	-	-
Social Security Benefits	9	20,411,962	14,795,463
Acquisition of Assets	10	4,983,203	8,456,137
Finance Costs	11	-	-
Other Payments	12	990,023	399,878
TOTAL PAYMENTS		730,260,026	581,359,265
SURPLUS/DEFICIT		139,971	-

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 27/10 2021 and signed by:



Clerk of the Assembly
 Name: W. Kuria Thuita



Principal Accounts Controller
 Name: David K. Mwangi
 ICPAK. No.9322

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

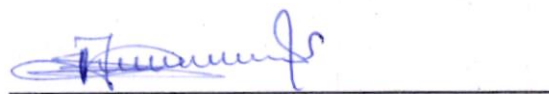
7.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30TH JUNE
2021

FINANCIAL ASSETS	Note	2020-2021	2019-2020
		KShs	KShs
Cash and Cash Equivalents			
Bank Balances	13A	1,374,779	4,886,259
Cash Balances	13B	-	-
Total Cash and cash equivalents		1,374,779	4,886,259
Accounts receivables	14	-	-
TOTAL FINANCIAL ASSETS		1,374,779	4,886,259
FINANCIAL LIABILITIES			
Accounts Payables	15	1,234,778	4,886,229
NET FINANCIAL ASSETS		140,001	30
REPRESENTED BY			
Fund balance b/fwd	16	30	30
Prior year adjustment	17	-	-
Surplus/(Deficit) for the year		139,971	-
NET FINANCIAL POSITION		140,001	30

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 23/10 2021 and signed by:



Clerk of the Assembly
 Name: W. Kuria Thuita



Principal Accounts Controller
 Name: David K. Mwangi
 ICPAK. No.9322

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

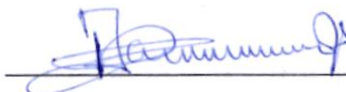
7.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2021

		2020-2021	2019-2020
		KSh	KSh
CASH FLOWS FROM OPERATING ACTIVITIES			163
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	730,399,997	581,359,265
Other Receipts	3	-	37
Payments for operating expenses			
Compensation of Employees	4	359,587,952	260,945,725
Use of goods and services	5	318,271,238	260,735,052
Subsidies	6	-	114
Transfers to Other Government Entities	7	26,015,648	36,027,011
Other grants and transfers	8	-	-
Social Security Benefits	9	20,411,962	14,795,463
Finance Costs	11	-	-
Other Payments	12	990,023	399,878
Adjusted for:			371
Prior year adjustment	17	-	-
Decrease/(Increase) in Accounts receivable:	18	-	246
Increase/(Decrease) in Accounts Payable:	19	3,651,451	893,014
Net cash flows from operating activities		1,471,723	9,349,150
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	10	4,983,203	8,456,137
Net cash flows from investing activities		(4,983,203)	(8,456,137)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(3,511,480)	893,014
Cash and cash equivalent at BEGINNING of the year	13	4,886,259	3,993,246
Cash and cash equivalent at END of the year	13	1,374,779	4,886,259

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 27/10 2021 and signed by:



Clerk of the Assembly
 Name: W.Kuria Thuita



Principal Accounts Controller
 Name: David K. Mwangi
 ICPAK. No.9322

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

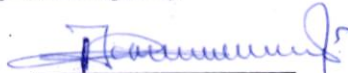
7.4. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT COMBINED

Revenue/Expense Item	Original Budget (KSh)	Adjustments (KSh)	Final Budget (KSh)	Actual on Comparable Basis (KSh)	Utilization difference (KSh)
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	835,143,240	-	835,143,240	730,399,997	87
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	-	-
TOTAL	835,143,240	-	835,143,240	730,399,997	87
PAYMENTS					
Compensation of Employees	345,200,000	15,950,000	361,150,000	359,587,952	99
Use of goods and services	356,443,240	3,550,000	359,993,240	318,271,238	88
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	40,000,000	-	40,000,000	26,015,648	65
Other grants and transfers	-	-	-	-	-
Social Security Benefits	35,000,000	(13,000,000)	22,000,000	20,411,962	92
Acquisition of Assets	53,000,000	(2,000,000)	51,000,000	4,983,203	10
Finance Costs	-	-	-	-	-
Other Payments	5,500,000	(4,500,000)	1,000,000	990,023	99
TOTAL	835,143,240	-	835,143,240	730,260,026	87
SURPLUS/ DEFICIT				139,971	-

The entity financial statements were approved on 27/10 2021 and signed by:



Clerk of the Assembly
 Name: W.Kuria Thuita



Principal Accounts Controller
 Name: David K. Mwangi
 ICPAK. No.9322

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

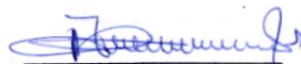
7.5. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	A	B	C=A+B	C-A	
RECEIPTS					
Transfers from the County Treasury/ Exchequer Releases	785,143,240	-	785,143,240	725,734,297	92
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	-	-
TOTAL	785,143,240	-	785,143,240	725,734,297	92
PAYMENTS					
Compensation of Employees	345,200,000	15,950,000	361,150,000	359,587,952	99
Use of goods and services	356,443,240	3,550,000	359,993,240	318,271,238	88
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	40,000,000	-	40,000,000	26,015,648	65
Other grants and transfers	-	-	-	-	-
Social Security Benefits	35,000,000	(13,000,000)	22,000,000	20,411,962	92
Acquisition of Assets	3,000,000	(2,000,000)	1,000,000	457,474	45
Finance Costs	-	-	-	-	-
Other Payments	5,500,000	(4,500,000)	1,000,000	990,023	99
TOTAL	785,143,240	-	785,143,240	725,734,297	92
Surplus/ Deficit					

The entity financial statements were approved on 27/10 2021 and signed by:



Clerk of the Assembly
 Name: W.Kuria Thuita



Principal Accounts Controller
 Name: David K. Mwangi
 ICPAK. No.9322

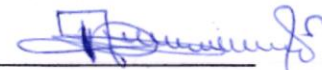
7.6 STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT

7.6 STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT					
RECEIPTS					
Transfers from the County Treasury/ Exchequer Releases	50,000,000	-	50,000,000	4,665,700	9
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	-	-
TOTAL	50,000,000	-	50,000,000	4,665,700	9
PAYMENTS					
Compensation of Employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social Security Benefits	-	-	-	-	-
Acquisition of Assets	50,000,000	-	50,000,000	4,525,729	9
Finance Costs	-	-	-	-	-
Other Payments	-	-	-	-	-
TOTAL	50,000,000	-	50,000,000	4,525,729	9
SURPLUS/ DEFICIT	-	-	-	139,971	-

The entity financial statements were approved on 27/10 2021 and signed by:



Clerk of the Assembly
Name: W. Kuria Thuita



Principal Accounts Controller
Name: David K. Mwangi
ICPAK. No.9322

7.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	KShs	KShs	KShs	KShs	KShs
LEGISLATION AND REPRESENTATION					
LEGISLATION AND REPRESENTATION	302,400,000	14,500,000	316,900,000	306,202,228	10,697,772
OVERSIGHT					
OVERSIGHT	226,750,000	(6,400,000)	220,350,000	207,170,013	13,179,987
GENERAL ADMINISTRATION SUPPORT AND PLANNING					
GENERAL ADMINISTRATION SUPPORT AND PLANNING	305,993,240	(8,100,000)	297,893,240	216,887,785	81,005,455
Total	835,143,240	-	835,143,240	730,260,026	104,883,214

7.8 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 IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The statement of assets and liabilities, although not a requirement of the IPSAS 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 PSASB.

2. Reporting entity

The financial statements are for Muranga County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM 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 been received by the Assembly.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

i) 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.

ii) 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.

i) Compensation of employees

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

ii) Use of goods and services

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

iii) 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 Muranga county 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, Muranga county Assembly includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. Third Party Payments

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. Details of payments by third parties on behalf of the county government is detailed in the notes to this financial statement.

6. Cash and cash equivalents

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

Restriction on cash

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation.

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2021, this amounted to KShs 1,234,778 compared to KShs 4,886,229 in prior period as indicated on note 14. There were no other restrictions on cash during the year.

7. 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 AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

8. 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.

9. Non-current assets

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

10. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of Muranga county Assembly 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

11. Contingent Liabilities

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Annex 6 of this financial statement is a register of the contingent liabilities in the year.

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

12. Contingent Assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

13. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *Muranga County Assembly* budget was approved as required by Law. The original budget was approved by the County Assembly on 24 June 2020 for the period 1st July 2020 to 30 June 2021 as required by law. There was one number of supplementary budgets passed in the year. The supplementary budgets were approved on 29 June 2021. A high-level assessment of Muranga county Assembly 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.

14. Comparative figures

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

15. Subsequent events

Events after 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

16. 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.

17. 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.

7.9 NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from the County Treasury/Exchequer Releases

	2020-2021 KSh	2019-2020 KSh
Transfers from the County Treasury for Q1	40,000,000	69,359,265
Transfers from the County Treasury for Q2	169,999,997	160,000,000
Transfers from the County Treasury for Q3	185,000,000	202,000,000
Transfers from the County Treasury for Q4	335,400,000	150,000,000
Cumulative Amount	730,399,997	581,359,265

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021 KSh	2019-2020 KSh
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	-	-

3. OTHER RECEIPTS

	2020-2021 KSh	2019-2020 KSh
Tender fees received	-	-
Other Receipts II	-	-
Other Receipts III	-	-
Other Receipts IV	-	-
Total	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS

4. COMPENSATION OF EMPLOYEES

	2020 - 2021	2019 - 2020
	KSh	KSh
Basic salaries of permanent employees	269,462,521	188,749,189
Basic wages of temporary employees	24,486,696	20,844,007
Personal allowances paid as part of salary	65,638,735	51,352,530
Personal allowances paid as reimbursements	-	-
Personal allowances provided in kind	-	-
Employer Contribution to compulsory National Social Schemes	-	-
Employer Contribution to Compulsory National health Insurance Schemes	-	-
Pension and other social security contributions	-	-
Social benefit schemes outside government	-	-
Other personnel payments	-	-
Total	359,587,952	260,945,725

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. USE OF GOODS AND SERVICES

	2020	2021
Utilities, supplies and services	780,877	655,134
Communication, supplies and services	5,901,835	5,592,801
Domestic travel and subsistence	206,095,974	137,942,428
Foreign travel and subsistence	15,630,491	35,466,801
Printing, advertising and information supplies & services	3,085,283	3,492,522
Rentals of produced assets	4,080,870	3,101,655
Training expenses	4,272,289	5,617,718
Hospitality supplies and services	14,245,250	9,314,389
Insurance costs	24,009,757	20,409,048
Specialized materials and services	640,440	-
Office and general supplies and services	2,265,015	7,086,033
Fuel, oil and lubricants	2,011,991	1,192,047
Other operating expenses	32,851,162	30,328,250
Routine maintenance – vehicles and other transport equipment	626,508	171,300
Routine maintenance – other assets	1,773,497	364,927
Total	318,271,238	260,735,052

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. SUBSIDIES

Description	2020-2021	2019-2020
	KSh	KSh
Subsidies to County Corporations	-	-
Subsidies to Private Enterprises	-	-
TOTAL	-	-

7. TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	KSh	KSh
Transfers to National Government entities	-	-
Transfers to other County Assembly entities		
Car Loan and mortgage Scheme fund	26,015,648	36,027,011
TOTAL	26,015,648	36,027,011

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. OTHER GRANTS AND TRANSFERS

	2020-2021 KSh	2019-2020 KSh
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	-	-

9. SOCIAL SECURITY BENEFITS

	2020-2021 KSh	2019-2020 KSh
Government pension and retirement benefits	20,411,962	14,795,463
Social security benefits	-	-
Employer Social Benefits	-	-
Total	20,411,962	14,795,463

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10. ACQUISITION OF ASSETS

	2021	2020
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	4,525,730	8,255,136
Construction of Roads	-	-
Construction and Civil Works	-	-
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 General Equipment	457,474	201,000
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	-	-
Acquisition of Strategic Stocks and commodities	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total acquisition of non- financial assets	4,983,203	8,456,137
Financial Assets		
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions	-	-
Total acquisition of financial assets	-	-
Total acquisition of assets	4,983,203	8,456,137

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. FINANCE COSTS

	2020-2021	2019-2020
	KSh	KSh
Loan	-	-
Interest Payments on Foreign Borrowings	-	-
Interest Payments on Guaranteed Debt Taken over by Govt	-	-
Interest on Domestic Borrowings (Non-Govt)	-	-
Interest on Borrowings from Other Government Units	-	-
Total	-	-

12. OTHER PAYMENTS

	2020-2021	2019-2020
	KSh	KSh
Budget Reserves	990,023	399,878
Civil Contingency Reserves	-	-
Other payments	-	-
Total	990,023	399,878

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. CASH AND BANK BALANCES

13A. BANK BALANCES

Name of Bank/Account Name & Address	Account Number	Interest Category	2020	2021
			KShs	KShs
Central bank of kenya, Muranga county assembly Development	1000196416	Development	139,971	-
Central bank of kenya, Muranga county assembly Recurrent	1000196408	Recurrent	30	30
Central bank of kenya, Muranga county assembly Deposit	1000300469	Deposit	1,234,778	4,886,229
Total			1,374,779	4,886,259

13B. CASH IN HAND

Description	2020	2021	2019	2020
	KShs	KShs	KShs	KShs
Cash in Hand – Held in domestic currency	-	-	-	-
Cash in Hand – Held in foreign currency	-	-	-	-
Total	-	-	-	-

Cash in hand should be analysed as follows:

Description	2020	2021	2019	2020
	KShs	KShs	KShs	KShs
Location 1	-	-	-	-
Location 2	-	-	-	-
Location 3	-	-	-	-
Total	-	-	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14. ACCOUNTS RECEIVABLE

	2020 - 2021	2019 - 2020
	RS'000	RS'000
Government Imprests	-	-
Salary Advance	-	-
Clearance accounts	-	-
Total	-	-

	2020 - 2021	2019 - 2020
	RS'000	RS'000
Department	-	-
Department	-	-
Department	-	-
Sub-Total	-	-
Salary advance	-	-
Department	-	-
Department	-	-
Sub-Total	-	-
Grand Total	-	-

15. ACCOUNTS PAYABLE

	2020 - 2021	2019 - 2020
	RS'000	RS'000
Deposits	-	-
Retentions	1,234,778	4,886,229
Total	1,234,778	4,886,229

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. FUND BALANCE BROUGHT FORWARD

Description	2021	2020
Bank accounts	30	-
Cash in hand	-	-
Accounts Receivables	-	-
Accounts Payables	4,886,229	745,708
Total	4,886,259	745,708

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17. PRIOR YEAR ADJUSTMENTS

	2020-2021	2019-2020	2018-2019
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
Total	-	-	-

18. CHANGES IN RECEIVABLE

	2020-2021	2019-2020
Opening Account Receivables as at 1 st July 2020	-	-
Closing Account Receivables as at 30 th June 2021	-	-
Change in Account Receivables	-	-

19. CHANGES IN ACCOUNTS PAYABLE

	2020-2021	2019-2020
Opening Accounts Payables as at 1 st July 2020	4,886,229	3,993,215
Closing Accounts payables as at 30 th June 2021	1,234,778	4,886,229
Change in Accounts payables	3,651,451	893,014

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

Description	Balance at	Additions	Payments	Balance at
	30/6/2020	30/6/2021	Year	30/6/2021
	KSh	KSh	KSh	KSh
Construction of buildings	-	4,665,700	4,525,729	139,971
Construction of civil works	-	-	-	-
Supply of goods	-	309,200	-	309,200
Supply of services	-	370,800	-	370,800
Total	-	5,345,700	-	819,971

2. PENDING STAFF PAYABLES (See Annex 2)

Description	Balance at	Additions	Payments	Balance at
	30/6/2020	30/6/2021	Year	30/6/2021
	KSh	KSh	KSh	KSh
Senior management	-	-	-	-
Middle management	-	-	-	-
Unionisable employees	-	-	-	-
Others	-	3,643,976	-	3,643,976
Total	-	3,643,976	-	3,643,976

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. OTHER PENDING PAYABLES (See Annex 3)

	2020/2021	2019/2020	2018/2019	2017/2018
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	13,725,000	-	13,725,000
Amounts due to third parties	-	-	-	-
Total	-	13,725,000	-	13,725,000

4. EXTERNAL ASSISTANCE

	2020/2021	2019/2020
External assistance received in cash	-	-
External assistance received as loans and grants	-	-
External assistance received in kind- as payment by third parties	-	-
Total	-	-

	2020/2021	2019/2020
External assistance received as loans	-	-
External assistance received as grants	-	-
Total	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

b) Undrawn external assistance

Description	KSh.	KSh.	KSh.
Undrawn external assistance - loans	-	-	-
Undrawn external assistance - grants	-	-	-
Total	-	-	-

c) Classes of providers of external assistance

Description	KSh.	KSh.
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

d. Non-monetary external assistance

	2021/2022	2020/2021
	KSh	KSh
Goods	-	-
Services	-	-
Total	-	-

e. Purpose and use of external assistance.

Description	2021/2022	2020/2021
	KSh	KSh
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	-	-
Repayment of principal on Domestic and Foreign borrowing	-	-
Other Payments	-	-
TOTAL	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Description	2021	2020
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

5. PAYMENTS BY THIRD PARTY ON BEHALF OF THE COUNTY ASSEMBLY

Classification by Source

Description	2021	2020
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Classification of payments made by Third Parties by Nature of expenses

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:

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

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Related party transactions:

	2020/21	2019/20
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	228,572,247	164,962,087
Key Management Compensation (Clerk and Heads of departments)	23,826,072	21,059,586
Total Compensation to Key Management	252,398,319	186,021,673
Transfers to related parties		
Transfers to other County Government Entities such as car and mortgage schemes	26,015,648	36,027,011
Transfers to County Corporations	-	-
Transfers to non reporting entities e.g ECD centres, welfare centres etc	-	-
Total Transfers to related parties	26,015,648	36,027,011
Transfers from related parties		
Transfers from the County Executive- Exchequer	730,399,997	581,359,265
Payments made on behalf of the County Assembly by other Government Agencies	-	-
(Insert any other transfers received)		
Total Transfers from related parties	730,399,997	581,359,265

7. Contingent Liabilities

	2020/21	2019/20
Court case xxx against the entity	-	-
Bank guarantees in favour of subsidiary	-	-
contingent liabilities arising from PPPs	-	-
Total	-	-

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

8. 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 Number	Issue/Observation	Management Comments	Focal Person	Time Frame

Guidance Notes:

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

Clerk of the County Assembly

Sign. 

Date. 27/10/2021

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEXES

ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of goods or services	Date Contracted	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
			a	b	c	d=a+b-c	
Construction of buildings							
1. Kinetic General Suppliers Limited		4,665,700	-	-	4,525,729	139,971	
2.							
3.							
Sub-Total		4,665,700	-	-	4,525,729	139,971	
Construction of civil works							
4.							
5.							
6.							
Sub-Total							
Supply of goods							
7. Fort beverage industry		72,750	-	-	-	72,750	
8. Chenly general Agencies		236,450	-	-	-	236,450	
9.							
Sub-Total		309,200				309,200	
Supply of services							
10. Elysian resort hotel		162,000	-	-	-	162,000	
11. Kasarani sportview hotel		216,000	-	-	-	216,000	
12. Mediamax network ltd		92,800	-	-	-	92,000	
Sub-Total		370,800	-	-	-	370,800	

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

[REDACTED]						
TOTAL		5,345,700				819,971

ANNEX 2 – ANALYSIS OF PENDING STAFF PAYABLES

Category	Job Group	Dept. Assigned	Original Amount	Amount Paid For Date	Outstanding Balance 2020/21	Outstanding Balance 2021/22
			a	b	c=a-b	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
4.						
5.						
6.						
Sub-Total						
Unionisable Employees						
7.						
8.						
9.						
Sub-Total						
Others (specify)						

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To Date	Outstanding Balance 2020/2021	Outstanding Balance 2019/2020	Comments
10. Staff & MCAs Allowances			3,643,976	-	3,643,976		
11.							
12.							
Sub-Total			3,643,976	-	3,643,976		
Grand Total			3,643,976	-	3,643,976		

ANNEX 3 – ANALYSIS OF OTHER PENDING PAYABLES

Name	Bye Trans. Char Description	Date Contracted	Original Amount	Amount Paid To Date	Outstanding Balance 2020/2021	Outstanding Balance 2019/2020	Comments
			a	b	c=a-b		
Amounts due to National Govt Entities							
1.							
2.							
3.							
Sub-Total							
Amounts due to County Govt Entities							
4. Loan transfers			13,275,000	-	13,275,000		
5.							
6.							
Sub-Total			13,275,000	-	13,275,000		
Amounts due to Third Parties							

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Name	Particulars	Particulars	Original Amount	Amount Paid	Outstanding Balance	Outstanding Balance	Outstanding Balance
7.							
8.							
9.							
	Sub-Total						
	Others (specify)						
10.							
11.							
12.							
	Sub-Total						
	Grand Total		13,275,000	-	13,275,000		

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 4 – SUMMARY OF NON-CURRENT ASSET REGISTER

	Historical Cost (KSh)	Additions during the year (KSh)	Disposals during the year (KSh)	Transfers m/m	Historical Cost (KSh)
Land	127,000,000	-	-	-	127,000,000
Buildings and structures	255,631,828	4,665,700	-	-	260,297,528
Transport equipment	51,040,241	-	-	-	51,040,241
Office equipment, furniture and fittings	8,508,935	457,474	-	-	8,966,409
ICT Equipment	11,870,209	-	-	-	11,870,209
Machinery and Equipment	4,454,050	-	-	-	4,454,050
Biological assets	-	-	-	-	-
Infrastructure Assets	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Work In Progress	-	-	-	-	-
Total	458,505,263	5,123,174	-	-	463,628,437

ANNEX 5 – ANALYSIS OF ACCOUNTS RECIVABLES

(a) Government Imprest

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MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

<i>Name of Officer or Institution</i>				
<i>Name of Officer or Institution</i>				
<i>Name of Officer or Institution</i>				
<i>Name of Officer or Institution</i>				
Total				

(b) Salary Advance

<i>Name of Officer</i>	<i>Date</i>	<i>Amount</i>	<i>Amount Received</i>	<i>Balance</i>
		<i>KSh</i>	<i>KSh</i>	
<i>Name of Officer</i>				
<i>Name of Officer</i>				
<i>Name of Officer</i>				
<i>Name of Officer</i>				
Total				

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEX 6: CONTINGENT LIABILITIES REGISTER

	Name of Contingent Liability	Payable to	Currency	Estimated Amount (Shs)	Expected date of payment	Remarks
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						

MURANGA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)

REPUBLIC OF KENYA
BANK RECONCILIATION

From Date : 01-AUG-20 To : 30-JUL-21

MURANGA COUNTY ASSEMBLY RECURRENT

Bank : Central Bank of Kenya , Branch : Head Office , Account Number : 1000196408

Balance as per bank certificate 29.95

Less --

1. Payment in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)

2. Receipts in Bank Statement not yet recorded in Cash Book

Add --

3. Payment in Bank Statement not yet recorded in Cash Book

4. Receipts in Cash Book not yet Recorded in Bank Statement

Bank Balance as per Cash Book 29.95

Reconciled by: S. C. Ng'oro Signature: [Signature] Date: 27/10/2021

Reviewed by: A. Mwangi Signature: [Signature] Date: 27/10/2021

Approved by: W. K. Thuit Signature: [Signature] Date: 27th Oct 2021

550

REPUBLIC OF KENYA
BANK RECONCILIATION

From Date : 01-AUG-20 To : 30-JUL-21

MURANGA COUNTY ASSEMBLY RECURRENT

Bank : Central Bank of Kenya , Branch : Head Office , Account Number : 1000196408

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)

Cheque		Payee	Amount
No	Date		
Total :			

2. RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK

Receipts		Amount
No	Date	
Total :		

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK

Cheque		Amount
No	Date	
Total :		

4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT

Receipts		Amount
No	Date	
Total :		

0.50

REPUBLIC OF KENYA
BANK RECONCILIATION

From Date : 07-AUG-20 To : 05-AUG-21

MURANGA COUNTY ASSEMBLY DEVELOPMENT

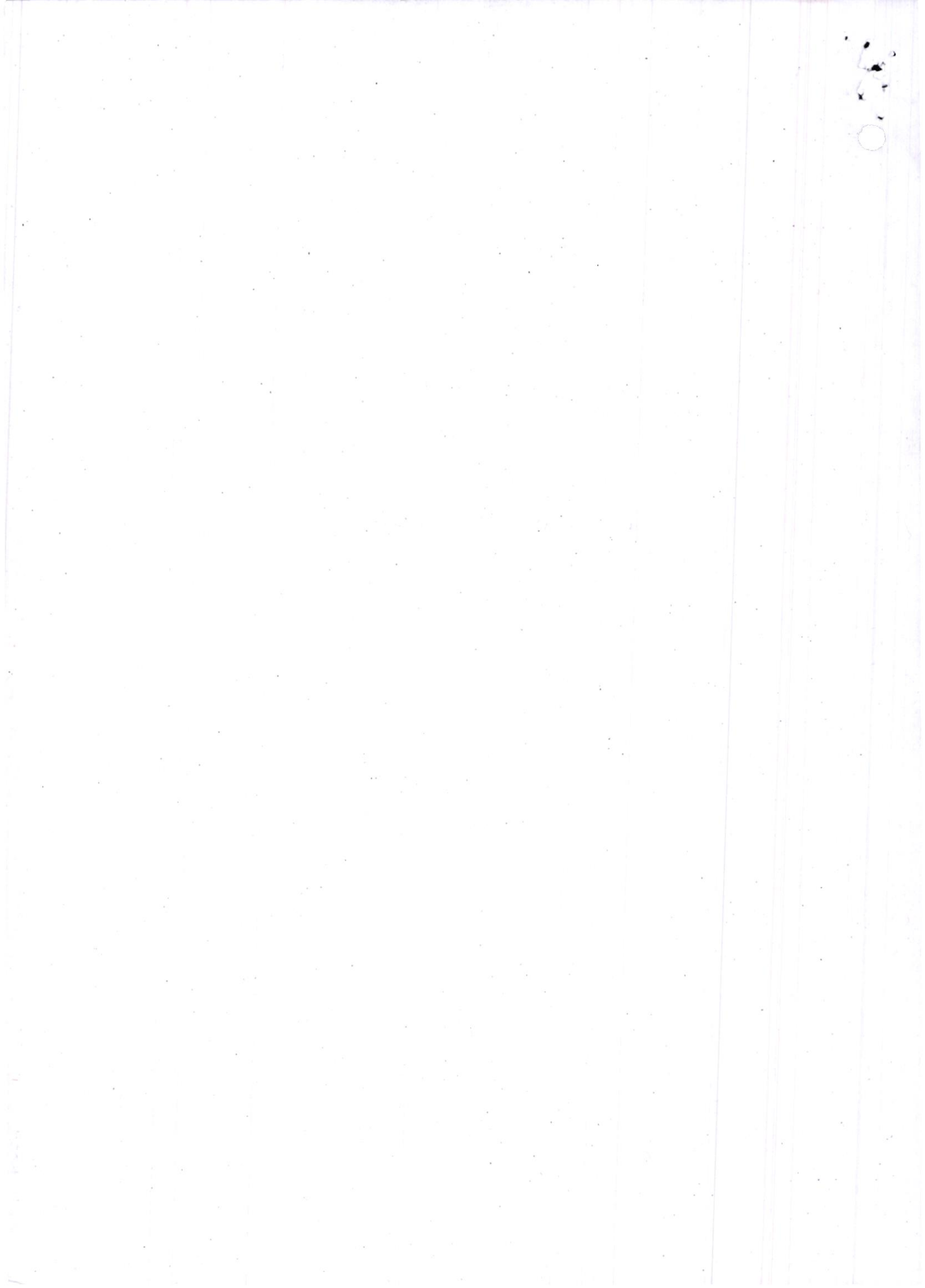
Bank : Central Bank of Kenya , Branch : Head Office , Account Number : 1000196416

Balance as per bank certificate	0.00
Less --	
1. Payment in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	
2. Receipts in Bank Statement not yet recorded in Cash Book	
Add --	
3. Payment in Bank Statement not yet recorded in Cash Book	139,971.00
4. Receipts in Cash Book not yet Recorded in Bank Statement	
Bank Balance as per Cash Book	139,971.00

Reconciled by: S. C. Ngugi Signature: [Signature] Date: 27/10/2021

Reviewed by: D. K. Wangi Signature: [Signature] Date: 27/10/2021

Approved by: A. Muth Thigo Signature: [Signature] Date: 5th Oct 2021



REPUBLIC OF KENYA
BANK RECONCILIATION

From Date : 07-AUG-20 To : 05-AUG-21

MURANGA COUNTY ASSEMBLY DEVELOPMENT

Bank : Central Bank of Kenya , Branch : Head Office , Account Number : 1000196416

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)

Cheque		Payee	Amount
No	Date		
Total :			

2. RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK

Receipts		Amount
No	Date	
Total :		

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK

Cheque		Payee	Amount
No	Date		
NONREF	03-AUG-21	Transfer	139,971.00
Total :			139,971.00

4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT

Receipts		Amount
No	Date	
Total :		

