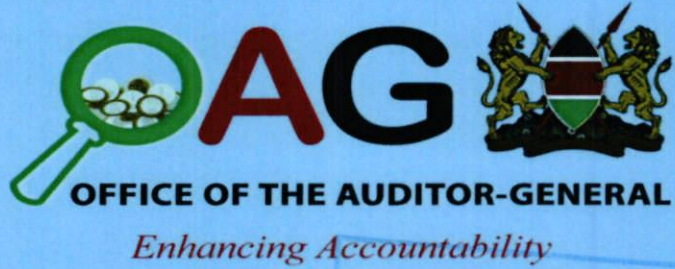


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REPORT

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THE AUDITOR-GENERAL

ON

COUNTY EXECUTIVE OF KAJIADO

**FOR THE YEAR ENDED
30 JUNE, 2020**



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY

13 JUL 2021

RECEIVED

COUNTY GOVERNMENT OF KAJIADO

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2020

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

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1. KEY COUNTY GOVERNMENT OF KAJIADO INFORMATION AND MANAGEMENT









a) Background information

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

b) Key Management





The County Government of Kajiado day-to-day management is under the following key organs:

	Name	Designation	Date of holding office
1	H.E. Hon. Joseph J. Ole Lenku 	Governor	18 th August 2017 to date
2	H.E. Hon. Martin Moshisho 	Deputy Governor	18 th August 2017 to date
3.	Francis Sakuda 	CECM Public Service, Administration & Citizen Participation	February, 2019 to date
4	Michael Semera 	CECM Water, Irrigation Environment & Natural Resources	February 2019 to date
5	Alex Kilowua 	CECM Roads, Public Works & Transport	September, 2017 to date

6	<p>Esther Somoire</p> 	CECM Medical Services & Public Health	September, 2017 to date
7	<p>Jeremiah Ole Ncharo</p> 	CECM Education, Vocational Training, Youth & Sports	April, 2019 to date
8	<p>Alvin Kimani</p> 	CECM Trade, Industrialisation & Co-operatives	February, 2019 to date
9	<p>Samuel Seki</p> 	County Secretary	February, 2019 to date
10	<p>Hamilton Parseina</p> 	CECM Lands, physical Planing & Urban Development	September, 2017 to date
11	<p>Jackline koin</p> 	CECM Agriculture, Livestock & Fisheries	February, 2019 to date
12	<p>Alias Kisota</p> 	CECM County Treasury	February, 2019 to date
13	<p>Florence Waiganjo</p> 	CECM Gender, Culture & Social Services	February, 2019 to date

c) Fiduciary Management

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

No.	Name	Designation
1.	Alais Kisota 	CECM – County Treasury
2.	Lenku Seki 	County Secretary
3.	Sankaire Tima 	Chief Officer – County Treasury
4.	Kerika Ole Ndere 	Accountant General

d) Fiduciary Oversight Arrangements

The key fiduciary oversight bodies at the County for the year ended 30th June 2019 were:

1. County Assembly of Kajiado County;
2. Audit Committee;
3. Public Accounts Committee; and
4. Budget and Appropriations Committee.

e) County Government of Kajiado Headquarters

Kajiado county offices
 Off Kajiado – Namanga
 Road
 P.O. Box 11 – 01100
 Kajiado, Town
 KENYA

f) County Government of Kajiado Contacts

g) County Government of Kajiado Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
P.O. Box 01100
Nairobi, Kenya
3. Equity Bank Ltd
P.O. Box 75104-00200
Nairobi, Kenya

h) Independent Auditors

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

i) Principal Legal Adviser

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

2. FORWARD BY THE CECM - COUNTY TREASURY

The County Government of Kajiado Financial Statements for the year ended 30th June 2020. The Financial Statements present the financial performance of the County Government over the FINANCIAL YEAR 2019/2020.

The Promulgation of the Constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralized system with a devolved system of governance. The devolved system of governance consists of the National Government and 47 County Governments.

Financing of the County Governments

Article 202 of the Constitution of Kenya provides that revenue raised nationally shall be shared equitably among the National Government and the County Governments. Each County Government's equitable share of revenue raised nationally is determined yearly through the Division of Revenue Act (DORA) and County Allocation of Revenue Act (CARA). The revenue sharing formula is developed by the Commission on Revenue Allocation and approved by Parliament in accordance with Article 217 of the Constitution. In the year under review, the Second Generation Revenue Sharing Formula was used for the resource allocations.

The County also finances its operations through Own Source Revenues (OSR). These are revenues collected within the County. The key local revenue sources for Kajiado County included business permits, land rates, business plan approval, advertising fees, cesses, other administrative charges and waiver on land rates.

The County Government's mandate as stipulated by the Constitution of Kenya is discharged by Departments through the implementation of projects and programmes.

Financial Performance**a) Revenue**

In the Financial Year 2019-2020, the County had a Resource Envelope of Kshs. 10,252,318,301 out of which Kshs. 6,331,752,238 (62%) was allocated for recurrent expenditure and Kshs. 3,920,566,063 (38%) for development expenditure. In the year under review, the County met one of the Fiscal responsibilities requirements under Section 107 of the Public Finance Management Act 2012 requiring that at least 30% of the County Budget be dedicated for development expenditure.

The expected Revenues for the County Budget included the following:

REVENUE CLASSIFICATION	REVENUE BUDGET (Kshs.)
SUMMARY OF REVENUE ESTIMATES	
Equitable share Transfers	6,424,950,000
Own Source Revenue	1,579,247,395
Agricultural Sector Development Support Programme (ASDSP) Level II & KCSAP	160,816,958
Ministry of Health – Health Grants	288,151,613
KDSP	114,695,492
Road maintenance levy fund	182,376,469
KUSP	315,950,300
Rehabilitation of village polytechnics	35,493,298
Balance B/F Financial Year 2018/2019	1,150,636,776
GRAND TOTAL	10,252,318,301

Despite notable achievements, we have experienced some challenges during the year. These include;

We experienced challenges with IFMIS as a result of down times and poor Internet Connectivity;

- 1) Delays in Exchequer Releases;
- 2) Interruption of normal activities by Covid-19, hence delay of some processes;
- 3) Actualizing the E-Procurement Process; and
- 4) Revenue Shortfall - The County achieved 43.07% in Own Source Revenue of the targeted amount, therefore, a shortfall of 56.9%. However, there has been continuous improvement every year since the

new administration came into office, except for this Financial year due to Covid-19, which interfered with revenue collection. We are in the process of processing an enhanced revenue collection and management solution which will support the county in sealing any monies leakages and ensure all revenue streams are automated.

Conclusion

in Financial Year 2019/20 County Government of Kajiado made good progress in key deliverable areas and the momentum has been created to enable Kajiado County continue on a trajectory into prosperity. We have identified gaps and areas to improve on in the subsequent years.

I take this opportunity to thank H.E. the Governor and the Deputy Governor for their invaluable support. I would also want to thank my colleagues, the County Executive Committee Members in charge of other Departments who we have worked with hand in hand to ensure that Kajiado County Government achieves its objectives.

I thank all Staff in the entire Kajiado County for their continued commitment and dedication through hard work in delivering services to the People of Kajiado County.



ALAIS KISOTA

C. E. C.M – COUNTY TREASURY

3. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETERMINED OBJECTIVES

Section 164 (1) and (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 for Kajiado County in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the Kajiado County Executive performance against predetermined objectives.

The key objective of the Kajiado County Government Executive 2019-2020 plan is to:

- a) promote equitable and sustainable socio economic development through efficient resource utilization and inclusive participation
- b) Create a prosperous, globally competitive county, offering quality life
- c) Fostering social economic and political development for sustainable growth.

4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/ SUSTAINABILITY REPORTING

1. Sustainability Strategy and Profile

The County promotes sustainable development through governance reforms that founded on integrity, transparency and accountability. The county has focused on provision of overall policy development and institutional development and strengthening. This is guided by issue based leadership, transparency and accountability in management of public resources

2. Environmental Performance

The County is committed to environmental conservation and sustainability. The county has been engaging on several environmental conservation programs which will lead to formulation of policies and climate change mainstreaming.

3. Community Engagements

The County has an elaborate public participation framework that guides participatory development initiative in the county. To strengthen community engagement and empowerment, the county practices several innovations for instance – Community led development – The community members are involved in the identification of needs during planning stage through prioritization during the annual participatory budgeting process.

4. Market Place Practices

The county has made efforts to promote fair practices;

a. Responsible Competition Practices

The county has fully adopted e-procurement process and has further implemented open contracting in the procurement. This has greatly enhanced openness and transparency in conducting procurement.

b. Responsible Marketing and Advertisement

The county has been committed in formulating marketing strategies with an intention of coordinating market and marketing linkages as well as market information intelligence to empower farmers and local traders to access profitable and lucrative markets for their products.

5. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

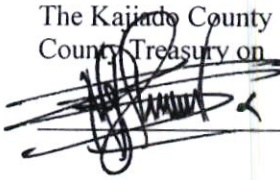
The County Executive Committee (CEC) member for finance of the County Government of Kajiado is responsible for the preparation and presentation of the Kajiado County Government's financial statements, which give a true and fair view of the state of affairs of the Kajiado County Government for and as at the end of the Financial year ended on June 30, 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 Kajiado County Government; (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 Kajiado County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the Kajiado County Government's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the Kajiado County Government's financial statements give a true and fair view of the state of the Kajiado County Government's transactions during the Financial year ended June 30, 2020, and of its financial position as at that date. The CEC member for finance further confirms the completeness of the accounting records maintained for the Kajiado County Government 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 CEC member for finance confirms that the Kajiado County Government has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the Kajiado County Government's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for finance confirms that the Kajiado County Government'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 Kajiado County Government's financial statements were approved and signed by the CEC member for County Treasury on 13th July 2021.


_____ County Executive Committee Member – County Treasury

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF KAJIADO FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Executive of Kajiado set out on pages 1 to 54, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation - 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 Executive of Kajiado 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 County Government Act, 2012 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Inaccuracies in the Summary Statements of Appropriations: Recurrent and Development Combined

Review of the summary statement of appropriation: Development and Recurrent Combined revealed final receipts budget of Kshs.10,260,481,525 against final expenditure budget of Kshs.11,096,424,309 resulting to a budget deficit of Kshs.835,942,784. This was contrary to Regulation 31(c) of the Public Finance Management (County Governments) Regulations, 2015 which provides that the County Government entity budget on revenue and expenditure appropriations shall be balanced.

Consequently, the accuracy and completeness of the summary statement of appropriation: Development and Recurrent Combined as at 30 June, 2020 could not be confirmed.

2.0 Inaccuracies in Cash and Cash Equivalents

The statement of assets and liabilities and as disclosed under Note 21 to the financial statements reflects cash and cash equivalents balance of Kshs.643,258,049. Review of

development account bank reconciliation statement for June 2020 indicated receipts in cashbook not recorded in bank of Kshs.16,132,200 which was not reconciled.

Consequently, the accuracy and completeness of the cash and cash equivalents balance of Kshs.643,258,049 as at 30 June, 2020 could not be confirmed.

3.0 Unreconciled Other Grants and Transfers

The statement of receipts and payments and as disclosed under Note 15 to the financial statements reflect other grants and transfer of Kshs.2,086,606,173. Included in this amount is Kshs.1,015,589,752 in respect of Other Grants and Transfers which differed from the ledger amount of Kshs.1,327,275,714 by Kshs.311,685,962.

In the circumstances, the accuracy and completeness of Other Grants and Transfers amount of Kshs.1,015,589,752 as at 30 June, 2020 could not be confirmed.

4.0 Inaccuracies in Pending Accounts Receivables

The Statement of Assets and Liabilities and as disclosed under Note 22 to the financial statements reflects Nil balance in respect of accounts receivables as at 30 June, 2020. However, the County Executive had outstanding accounts receivable comprising of uncollected land rent and royalties amounting to Kshs.10,656,036,019 which has not been disclosed in the financial statements.

Consequently, the accuracy and completeness of the Nil balance in pending accounts receivables as at 30 June, 2020 could not be confirmed.

5.0 Unsupported Imprest Surrenders

The statement of assets and liabilities and as disclosed under Note 22 to the financial statements reflects Nil balance in respect of receivables - outstanding imprest. Review of imprest records revealed imprest surrenders from various departments amounting to Kshs.43,409,100 recorded in the cashbook were not supported by surrender vouchers.

Consequently, the accuracy and completeness of the Nil balance in respect of receivables - outstanding imprest as at 30 June, 2020 could not be confirmed.

6.0 Irregular Payment to the Council of Governors

During the year under review, the County Executive made payments of Kshs.2,000,000 in respect of Council of Governors' membership subscription of the 7th Annual Devolution Conference. However, the payments were unauthorized as they were not included in the approved budget for the year. Management did not explain what the contributions related to and reasons why the County had to fund the operations of the Council of Governors which had its own budget allocation in line with Section 37 of the Intergovernmental Relations Act, 2012.

Consequently, the validity of the expenditure of Kshs.2,000,000 in respect of Council of Governors' membership subscription could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the County Executive of Kajiado 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 period under review.

Other Matter

1.0 Budget Control and Performance

The summary statement of appropriation: recurrent and development combined actual amounts reflects final receipts budget and actual on comparable basis of Kshs.10,260,481,525 and Kshs.7,695,321,750 respectively resulting to an under-funding of Kshs.2,673,528,413 or 28% of the budget. Similarly, the County Executive expended Kshs.7,391,481,160 against an approved budget of Kshs.11,096,424,309 resulting to an under-expenditure of Kshs.2,860,837,141 or about 28% of the approved budget. The underperformance may have impacted negatively on service delivery to the public.

2.0 Delayed Exchequer Releases

The County Executive received exchequer releases amounting to Kshs.5,872,404,300. Included in this amount is Kshs.1,161,097,669 received between 1 June, 2020 and 3 July, 2020. The delay in disbursements of funds by The National Treasury adversely affected implementation of projects for financial year 2019/2020.

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 matters discussed 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 believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Non-Compliance with the One Third of Basic Salary Rule

A review of payroll data provided for audit that eleven (11) employees were receiving net salaries that were less than one third (1/3) of their basic pay. This is contrary to Section

19(3) of the Employment Act, 2007, which requires the total amount of all deductions which may be made by an employer from the wages of his employee at any one time shall not exceed two-thirds of the basic pay.

In the circumstance, the County Executive was in breach of the law.

2.0 Irregular Staff Medical Insurance with N.H.I.F

Review of medical insurance records revealed that the County Executive paid Kshs.50,000,000 to National Hospital Insurance Fund (N.H.I.F.) in respect of staff medical cover on the strength of a proposal. This was contrary to Section 135(5) of the Public Procurement and Asset Disposal Act, 2015 which provides that the existence of a contract shall be confirmed through the signature of a contract document incorporating all agreements between the parties and such contract shall be signed by the accounting officer.

In the circumstance, the County Executive was in breach of the law.

3.0 Public Participation During Budget Process

The Summary Statement of Appropriation: Recurrent and Development combined show original receipts Budget of Kshs.10,286,441,043 and expenditure original budget of Kshs.10,286,441,043 respectively. The summary statement also show budget execution by programmes and sub-programmes approved budget of Kshs.10,280,481,525 against approved expenditure budget of Kshs.11,096,424,309. However, the responsibility statement by the County Executive Committee Member confirming the extent to which the general public was consulted particularly on the County Strategy Paper and Sector Working Groups in accordance with regulation 7(4) of the Public Finance Management (County Governments) Regulations, 2015 was not provided for audit verification contrary to Section 9(1)(e)(i) of the Public Audit Act, 2015.

In the absence of the responsibility statement, it was not possible to confirm if there was public participation during budget process.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my

report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1.0 Lack of Risk Management Policy and Strategy

The County Executive Management had not put in place risk management policy, strategies and risk register to mitigate against risk. It was, therefore, not clear how the management manages risk exposures. This is in contravention of Regulation 158 (1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which requires the Accounting Officer to ensure that the county government entity develops risk management strategies, which include fraud prevention mechanism; and the county government entity develops a system of risk management and internal control that builds robust business operations.

2.0 Lack of Approved Information Technology Security Policy

A review of governance and Information Technology (IT) environment revealed the County Executive did not have an approved IT security policy to ensure that data stored in its systems is confidential, has integrity and is readily available when required. Also, the County Executive did not have a disaster recovery, backup and data retention plan.

3.0 2.3 Lack of Authorized Staff Establishment

The county executive did not have an approved staff establishment and organizational structure for each department detailing hierarchy for authority and responsibilities. This is contrary to Section 5(2) (f) of the County Government Act, 2012 and Article 235 of the Constitution of Kenya, 2010. It was therefore not possible to establish the span of control and responsibilities for staff which may result in excess staff leading to unsustainable wage bill.

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.

In preparing the financial statements, Management is responsible for assessing the County Executive's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting

Management is aware of the intention to dissolve the County Executive or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance review is planned and performed to express a conclusion with limited assurance as to 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 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. The nature, timing and extent of the compliance work is limited compared to that designed to express an opinion with reasonable assurance on the financial statements.

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 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 Executive policies and procedures may deteriorate.

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

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

03 December, 2021

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

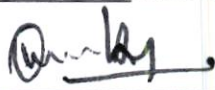
For the year ended June 30, 2020

7. FINANCIAL STATEMENTS

7.1. STATEMENT OF RECEIPTS AND PAYMENTS

		2019-2020	2018-2019
	Notes	KShs	KShs
RECEIPTS			
Exchequer releases	1	6,008,667,574	5,997,400,000
Proceeds from Domestic and Foreign Grants	2		
Transfers from Other Government Entities	3	857,397,460	676,002,784
Proceeds from Domestic Borrowings	4		
Proceeds from Foreign Borrowings	5		
Proceeds from Sale of Assets	6		
Reimbursements and Refunds	7	105,183,822	67,522,507
Returns of Equity Holdings	8		
County Own Generated Receipts	9	723,627,563	1,075,900,268
Returned CRF issues	10	445,331	
TOTAL RECEIPTS		7,695,321,750	7,816,825,559
PAYMENTS			
Compensation of Employees	11	2,591,883,207	2,610,351,093
Use of goods and services	12	1,079,211,375	1,420,319,912
Subsidies	13		-
Transfers to Other Government Units	14	862,516,148	1,124,909,810
Other grants and transfers	15	1,015,589,752	654,482,003
Social Security Benefits	16	203,537,382	131,274,994
Acquisition of Assets	17	1,638,743,297	2,433,182,187
Finance Costs, including Loan Interest	18	-	
Repayment of principal on Domestic and Foreign borrowing	19	-	-
Other Payments	20		-
TOTAL PAYMENTS		7,391,481,160	8,374,519,999
SURPLUS/DEFICIT		303,840,590	(557,694,440)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Government of Kajado financial statements were approved on _____ 2021 and signed by:



Chief Officer
Name: Sankaire Tima



Director Finance
Name: Joshua Majakusi-ICPAK Member Number 12128

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020


7.2 STATEMENT OF ASSETS AND LIABILITIES

STATEMENT OF ASSETS AND LIABILITIES			
		2019-2020	2018-2019
	Notes	KShs	KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	21A	855,024,742	550,493,402
Cash Balances	21B	-	690,750
Total Cash and cash equivalent		855,024,742	551,184,152
Accounts receivables – Outstanding Imprests	22	-	-
TOTAL FINANCIAL ASSETS		855,024,742	551,184,152
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	23	-	-
NET FINANCIAL ASSETS		855,024,742	551,184,152
REPRESENTED BY			
Fund balance b/fwd	24	551,184,153	1,108,878,593
Prior year adjustments	25	-	-
Surplus/Deficit for the year		303,840,590	(557,694,440)
NET FINANCIAL POSITION		855,024,743	551,184,153

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Government of Kajiado financial statements were approved on _____ 2021 and signed by:



Chief Officer
Name: Sankaire Tima



Director Finance
Name: Joshua Majakusi
ICPAK Member Number: 12128

7.3 STATEMENT OF CASH FLOWS

		2019-2020	2018-2019
	Notes		KShs
Receipts from operating income			
Exchequer Releases	1	6,008,667,574	5,997,400,000
Proceeds from Domestic and Foreign Grants	2	-	-
Transfers from Other Government Entities	3	857,397,460	676,002,784
Reimbursements and Refunds	7	105,183,822	67,522,507
Returns of Equity Holdings	8	-	-
County Own Generated Receipts	9	723,627,563	1,075,900,267
Returned CRF issues	10	445,331	
		7,695,321,750	7,816,825,558
Payments for operating expenses			
Compensation of Employees	11	2,591,883,207	2,610,351,093
Use of goods and services	12	1,079,211,375	1,420,319,912
Subsidies	13	-	
Transfers to Other Government Units	14	862,516,148	1,124,909,810
Other grants and transfers	15	1,015,589,752	654,482,003
Social Security Benefits	16	203,537,382	131,274,994
Finance Costs, including Loan Interest	18	-	-
Other Payments	20	-	-
TOTAL		5,752,737,863	5,941,337,812
Adjusted for:			
Adjustments during the year			
Net cash flow from operating activities		1,942,583,886	1,875,487,746
CASHFLOW FROM INVESTING ACTIVITIES			

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

Proceeds from Sale of Assets	6	-	-
Acquisition of Assets	17	1,638,743,297	2,433,182,187
Net cash flows from Investing Activities			
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Domestic Borrowings	4	-	-
Proceeds from Foreign Borrowings	5	-	-
Repayment of principal on Domestic and Foreign borrowing	19	-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		303,840,590	(557,694,441)
Cash and cash equivalent at BEGINNING of the year	24	551,184,152	1,108,878,591
Cash and cash equivalent at END of the year	21	855,024,742	551,184,152

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Government of Kajiado financial statements were approved on _____ 2021 and signed by:



Chief Officer
Name: Sankaire Tima



Director Finance
Name: Joshua Majakusi
ICPAK Member Number : 12128

7.4 SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	6,297,803,101	127,146,899	6,424,950,000	6,008,667,574	416,282,426	94%
Proceeds from Domestic and Foreign Grants	-	-	-	-	-	0%
Transfers from Other Government Entities	1,035,980,936	61,503,194	1,097,484,130	857,397,460	240,086,670	78%
Proceeds from Domestic Borrowings	-	-	-	-	-	0%
Proceeds from Foreign Borrowings	-	-	-	-	-	0%
Proceeds from Sale of Assets	-	-	-	-	-	0%
Reimbursements and Refunds	-	-	-	105,183,822.00	(105,183,822)	0%
Returns of Equity Holdings	-	-	-	-	-	0%
County Own Generated receipts	1,793,857,006	(214,609,611)	1,579,247,395	723,627,563	855,619,833	46%
Return issues to CRF		-		445,331	(445,331)	100%
Balance B/F 2018/2019	1,158,800,000		1,150,636,776			
TOTAL	10,286,441,043	(25,959,518)	10,252,318,301	7,695,321,750	1,406,359,775	
PAYMENTS						
Compensation of Employees	3,391,888,243		3,391,888,243	2,591,883,207	800,005,037	76%

Reports and Financial Statements

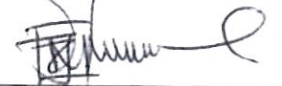
For the year ended June 30, 2020

Use of goods and services	2,939,863,995		1,817,183,735	1,079,211,375	737,972,360	59%
Subsidies	-	-	-	-	-	0%
Transfers to Other Government Units		863,600,200	863,600,200	862,516,148	1,084,052	100%
Other grants and transfers		259,080,060	259,080,060	1,015,589,752	(756,509,692)	392%
Social Security Benefits			-	203,537,382	(203,537,382)	100%
Acquisition of Assets	3,920,566,063	(312,696,996)	3,920,566,063	1,638,743,297	2,281,822,766	42%
Finance Costs, including Loan Interest					-	0%
Repayment of principal on borrowings	-	-	-	-	-	0%
Other Payments	34,122,742	-			-	0%
TOTAL	10,286,441,043	809,983,264	10,252,318,301	7,391,481,160	2,860,837,141	72%
SURPLUS/(DEFICIT)	-	(835,942,782)	-	303,840,590	(1,454,477,366)	

The County Government of Kajiado financial statements were approved on _____ 2021 and signed by:



Chief Officer
Name: Sankaire Tima



Director Finance
Name: Joshua Majakusi
ICPAK Member Number : 12128

7.5 SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	4,282,506,109	2,142,443,891	6,424,950,000	4,085,893,950	283,072,050	64%
Proceeds from Domestic and Foreign Grants	-	-	-	-	-	0%
Transfers from Other Government Entities	829,423,365	268,060,765	1,097,484,130	583,030,273	163,258,935	53%
Proceeds from Domestic Borrowings	-	-	-	-	-	0%
Proceeds from Foreign Borrowings	-	-	-	-	-	0%
Proceeds from Sale of Assets	-	-	-	-	-	0%
Reimbursements and Refunds	-	-	-	105,183,822.00	(105,183,822)	0%
Returns of Equity Holdings	-	-	-	-	-	0%
County Own Generated receipts	1,219,822,764	359,424,631	1,579,247,395	492,066,743	581,821,486	31%
Return issues to CRF	-	-	-	142,506	(302,825)	100%
TOTAL	6,331,752,238	2,769,929,287	9,101,681,525	5,266,317,294	922,665,824	
PAYMENTS						
Compensation of Employees	3,391,388,243		3,391,888,243	2,591,883,207	800,005,037	76%

Reports and Financial Statements

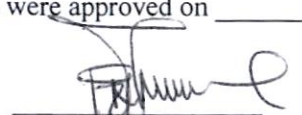
For the year ended June 30, 2020

Use of goods and services	2,664,011,931		2,939,863,995	1,079,211,375	1,265,243,782	37%
Subsidies		1,727,200,400	1,727,200,400	-	587,248,136	0%
Transfers to Other Government Units		863,600,200	863,600,200	586,510,981	737,155	68%
Other grants and transfers		259,080,060	259,080,060		259,080,060	0%
Social Security Benefits			-	203,537,382	(203,537,382)	#DIV/0!
Acquisition of Assets		(312,696,996)	3,920,566,063	524,397,855	3,396,168,208	13%
Finance Costs, including Loan Interest					-	0%
Repayment of principal on borrowings	-	-	-	-	-	0%
Other Payments		2,537,183,664	-		-	0%
TOTAL	6,055,400,174	2,537,183,664	13,102,198,961	4,985,540,799	4,985,540,799	41%
SURPLUS/(DEFICIT)	276,352,064	5,307,112,951		280,776,495	280,776,495	

The County Government of Kajiado financial statements were approved on _____ 2021 and signed by:



Chief Officer
Name: Sankaire Tima



Director Finance
Name: Joshua Majakusi
ICPAK Member Number:

12128

7.6 SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	2,015,296,992	40,687,008	2,055,984,000	1,922,773,624	133,210,376	94%
Proceeds from Domestic and Foreign Grants	-	-	-	-	-	0%
Transfers from Other Government Entities	331,513,900	19,681,022	351,194,922	274,367,187	76,827,734	78%
Proceeds from Domestic Borrowings	-	-	-	-	-	0%
Proceeds from Foreign Borrowings	-	-	-	-	-	0%
Proceeds from Sale of Assets	-	-	-	-	-	0%
Reimbursements and Refunds	-	-	-	-	-	0%
Returns of Equity Holdings	-	-	-	-	-	0%
County Own Generated receipts	2,100,021,416	(1,594,662,250)	505,359,166	231,560,820	273,798,346	46%
Return issues to CRF		-		302,825	(142,506)	100%
TOTAL	4,446,832,308	-	2,912,538,088	2,429,004,456	483,693,951	
PAYMENTS						
Compensation of Employees					-	
Use of goods and services					595,408,838	

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

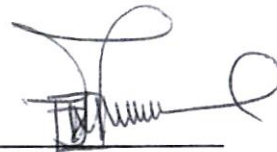
For the year ended June 30, 2020

Subsidies		863,600,200	863,600,200		276,352,064	0%
Transfers to Other Government Units	276,352,064	259,080,060	259,080,060	276,005,167	346,897	107%
Other grants and transfers		648,040,500	648,040,500	1,015,589,752	(367,549,252)	157%
Social Security Benefits			-	-	-	0%
Acquisition of Assets	3,920,566,063	(312,696,996)	3,920,566,063	1,114,345,442	2,806,220,621	28%
Finance Costs, including Loan Interest						0%
Repayment of principal on borrowings						0%
Other Payments						0%
TOTAL	4,196,918,127	1,458,023,764	5,691,286,823	2,405,940,361	3,310,779,168	42%
SURPLUS/(DEFICIT)	249,914,181	(3,992,193,772)	(2,778,748,735)	23,064,095	(2,827,085,217)	

The County Government of Kajiado financial statements were approved on _____ 2021 and signed by:



Chief Officer
Name: Sankaire Tima



Director Finance
Name: Joshua Majakusi
ICPAK Member Number:

12128

7.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Program	Sub-program	Description	Approved Budget	Actual Payment	Variance
			2019-2020		2019-2020
			KShs	KShs	KShs
4660					
	0	Default - non Programmatic	-	-	-
101004660		General Administration, Planning and support services	415,980,874	354,722,936	61,257,938
	101014660	Headquarters Administrative Services	-	-	-
	101024660	General Administration and support services	415,980,874	354,722,936	61,257,938
102004660		Crop and Plant Husbandry	-	-	-
	102014660	Crop Development and Management	-	-	-
	102024660	Plant Diseases Management and Control	-	-	-
103004660		Livestock Resource Management and Control	2,291,900	604,800	1,687,100
	103014660	Animal Husbandry Management	-	-	-
	103024660	Livestock Sale Yard and Abattoirs Development	-	-	-
	103034660	Veterinary Services	2,291,900	604,800	1,687,100
1040004660		Fisheries Development and Management	3,822,078	318,100	3,503,978

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	104014660	Fisheries Policy Strategy and Capacity Building	-	-	-
	104024660	Fisheries	3,822,078	318,100	3,503,978
105004660		Environment Protection and Natural Resources	-	-	-
	105014660	Forestry Conservation and Management	-	-	-
	105024660	Air and Noise Pollution and Other Public Nuisance	-	-	-
106004660		Land Policy and Planning	98,109,900	68,628,340	29,481,560
	106014660	Land Survey	-	-	-
	106024660	Boundaries and Fencing Services	-	-	-
	106034660	Physical Planning	24,621,900	8,011,756	16,610,144
	106044660	Land Survey and Mapping	11,686,000	4,129,267	7,556,733
	106054660	Housing	-	-	-
	106064660		7,102,000	3,946,660	3,155,340
	106074660		54,700,000	52,540,657	2,159,343
107004660		Animal Husbandry Livestock Resources Management and Development	91,089,241	37,452,211	53,637,030
	107014660	Animal Husbandry	28,721,422	10,045,148	18,676,274
	107024660	County Abbatoirs	1,636,100	362,340	1,273,760

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	107034660	Animal Disease Control	59,864,345	26,917,323	32,947,022
	107044660	Livestock Sale Yard	867,374	127,400	739,974
108004660		Agricultural Development	26,622,769	6,232,632	20,390,137
	108014660	Crop Husbandry	14,587,500	4,660,630	9,926,870
	108024660	Plant Disease Control	3,059,419	43,400	3,016,019
	108034660	Agricultural Mechanization Services	6,397,500	1,358,602	5,038,898
	108044660	Demostration farm	1,108,200	125,000	983,200
	108054660	Agricultural Training Centre	1,470,150	45,000	1,425,150
109004660		Environment Management	149,604,958	46,372,227	103,232,731
	106014660	Environmental Protection	139,621,000	43,099,762	96,521,238
	109024660	Noise Pollution Management	2,500,000	974,100	1,525,900
	109034660	Control of Air Pollution	1,533,958	302,615	1,231,343
	109044660		5,950,000	1,995,750	3,954,250
201004660		General Administration, Planning and support services	865,810,349	502,527,232	363,283,117
	201014660	Headquaters Administrative Services	107,017,184	76,612,145	30,405,039
	201024660	Roads	707,276,479	393,740,683	313,535,796

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	201034660	Energy	20,100,000	12,591,070	7,508,930
	201044660	Fire Fighters	9,300,000	4,503,334	4,796,666
	201054660	Transport	22,116,686	15,080,000	7,036,686
2020004660		Energy and Infrastructure	20,832,572	7,671,000	13,161,572
	202014660	Construction of Roads and Bridges	-	-	-
	202024660	Development of Energy	-	-	-
	202034660	Housing	20,832,572	7,671,000	13,161,572
203004660		Public Works, Transport and Housing Development	10,000,000	1,499,764	8,500,236
	203014660	Housing Development	10,000,000	1,499,764	8,500,236
	203024660	Fire Fighters Services	-	-	-
	203034660	Transport Services	-	-	-
204004660		Information Communication and Technology	-	-	-
	204010660	General Administration, Planning and support services	-	-	-
205004660		Citizen Participation	-	-	-
	205014660	Media Relations	-	-	-
	205024660	Gender Mainstreaming	-	-	-

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	205044660	Disability Mainstreaming	-	-	-
206004660		Roads and Public Works	14,150,000	6,694,200	7,455,800
		Public Works	14,150,000	6,694,200	7,455,800
301004660		General Administration, Planning and support services	85,504,621	57,192,767	28,311,854
	301014660	General Administration, Planning and support services	85,504,621	57,192,767	28,311,854
302004660		Trade and Tourism Development	-	-	-
	302014660	Tourism Promotion and Marketing	-	-	-
	302024660	Trade Development	-	-	-
303004660		Cooperative Development and Management	-	-	-
	303014660	Cooperative Services	-	-	-
304004660		Trade Development	163,669,463	76,434,090	87,235,373
	304014660	Trade Licencing	2,574,000	1,593,900	980,100
	304024660	Trade Development	137,378,470	62,633,779	74,744,691
	304034660	Cooperative Services and Development	17,161,592	8,500,421	8,661,171
	304044660	Enterprise Development	6,555,401	3,705,990	2,849,411
305004660		Industrialization and Local Tourism Promotion	-	-	-

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	305014660	Industrialization	-	-	-
	305024660	Local Tourism Promotion	-	-	-
307004660		Culture and Local Tourism Promotion	8,366,156	2,942,870	5,423,287
		Local Tourism Promotion	8,366,156	2,942,870	5,423,287
401004660		General Administration, Planning and support services	2,098,494,764	1,679,040,921	419,453,844
		Health Policy, Planning & Financing	-	-	-
		General Administration support services	2,098,494,764	1,679,040,921	419,453,844
402004660		Preventive and Promotive Health services	-	-	-
	402014660	Promotion of Primary Health Care	-	-	-
	402024660	Licencing and Control Undertaking	-	-	-
	402034660	Cementic Funeral Parlor and Crematoria			
403004660		Curative Health Services	380,262,635	288,666,524	91,596,111
	403024660	Medical Services	380,262,635	288,666,524	91,596,111
	403034660	Ambulance Services	-	-	-
404004660		Curative and Rehabilitative	10,059,700	7,526,785	2,532,915
	404014660	Medical Supplies	-	-	-
	404024660	Ambulance Services	10,059,700	7,526,785	2,532,915

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

405004660		Public Health and Sanitation	242,721,919	186,806,097	55,915,822
	405014660	Preventive and Promotive	221,331,317	173,537,456	47,793,861
	405024660	Licencing and Control Undertaking	11,358,518	7,549,670	3,808,848
	405034660	Sanitation	4,926,166	3,850,142	1,076,024
	405044660	Mobile Clinics	5,105,918	1,868,829	3,237,089
501004660		General Administration, Planning and support services	394,482,453	348,044,766	46,437,687
	501014660	Headquarters Administrative Services	394,482,453	348,044,766	46,437,687
502004660		Children and Youth Empowerment	-	-	-
	502014660	Early Child Development and Education	-	-	-
	502024660	Revitalization of Youth Polytechnics	-	-	-
503004660		Social Protection ,Culture and Recreation	1,100,000	604,900	495,100
	503014660	Homecraft Centers development	1,100,000	604,900	495,100
	503024660	Control of Drugs and Pornography	-	-	-
	503034660	Betting and Casinos	-	-	-
	503044660	Meseum Development	-	-	-
	503054660	Sports Training and Competitions	-	-	-

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	503064660	County Parks Management	-	-	-
504004660		Education Support	457,339,343	220,193,929	237,145,414
		Pre-Primary Education	406,820,045	155,049,536	251,770,509
		Home Craft Centres	50,519,298	65,144,393	(14,625,095)
		Village Polytechnics	-	-	-
505004660		Social Protection and Recreation	11,189,554	4,540,530	6,649,024
	505014660	Control of Drugs and Pornography	4,735,654	1,952,780	2,782,874
	505024660	Liquor Licensing	6,048,700	2,384,750	3,663,950
	505034660	Betting and Casinos	405,200	203,000	202,200
	505044660	Sports Training and Competitions	-	-	-
701004660		General Administration and Policy Coordination	2,695,071,634	1,679,934,685	1,015,136,949
		Headquarters Administrative Services	2,654,789,634	1,667,811,347	986,978,287
		County Executive Committee	18,432,000	6,951,738	11,480,262
		ICT	-	-	-
		County Inspectorate	21,850,000	5,171,600	16,678,400
702004660		Executive Committee Affairs	-	-	-

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

	702014660	General Administrative and Executive Affairs	-	-	-
703004660		Public Services Coordination and Management	122,250,000	101,530,649	20,719,351
	703014660	Human Resource Management	122,250,000	101,530,649	20,719,351
705004660		Public Financial Management	244,168,840	131,003,622	113,165,218
	705024660	Budget Formulation Coordination and Management	-	-	-
	705034660	Audit services	-	-	-
	705044660	Accounting Services	-	-	-
	705054660	Supply Chain Management Services	63,696,000	39,754,883	23,941,117
	705064660	Fiscal and Economic Planning	28,950,008	14,905,998	14,044,010
	705074660	Budget	24,018,000	10,566,053	13,451,947
	705084660	Accounting	20,384,000	8,034,154	12,349,846
	705094660	Procurement	-	-	-
	705104660	Internal Audit	11,147,531	6,201,900	4,945,631
	705114660	Revenue Collection	95,973,301	51,540,634	44,432,667
706004660		Economic Policy Coordination and Supervision	18,341,000	10,399,614	7,941,386
	706014660	Economic Planning Coordination Services	-	-	-

COUNTY GOVERNMENT OF KAJIADO

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For the year ended June 30, 2020

	706024660	Statistical Information Services	-	-	-
	706034660	Monitoring and Evaluation Services	18,341,000	10,399,614	7,941,386
707004660		Devolution Services	57,562,427	38,054,303	19,508,124
	707014660	Coordination of Devolution Services	28,508,000	19,097,371	9,410,629
	707024660	Intergovernmental Relations	16,883,427	11,179,817	5,703,610
	707034660	County Government Advisory Services	12,171,000	7,777,115	4,393,885
708004660		Public Service, Administration and Citizen Participation	81,731,587	75,791,353	45,940,234
	708014660	County Administration Services	-	-	-
	708024660	Public Service, Administration and Citizen Participation	-	-	-
	708034660	County Administration	54,731,587	42,906,770	31,824,817
	708044660	County Executive Committee	-	-	-
	708054660	Citizen Participation	27,000,000	32,884,583	14,115,417
709004660		Citizen Participation	-	-	-
	709014660	Citizen Participation	-	-	-
710004660		ICT, Special Programmes and Services Delivery	44,377,769	29,936,376	14,441,393
	710014660	Information Communication and Technology	32,676,151	22,704,415	9,971,736

COUNTY GOVERNMENT OF KAJIADO

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For the year ended June 30, 2020

	710024660	Special Programmes	11,701,618	7,231,961	4,469,657
901004660			15,168,128	9,330,460	5,837,668
	901014660	Meseum	3,027,000	2,202,880	824,120
	901024660	Cultural Activities	11,981,128	6,977,580	5,003,548
	901034660	County Parks	160,000	150,000	10,000
902004660			42,124,719	47,503,010	71,378,461
	902014660	Gender	42,124,719	47,503,010	71,378,461
903004660			76,540,090	(138,016,137)	51,978,901
	903014660	Youth Development	40,000,000	4,147,000	36,853,000
	903024660	Sports Training and Competitions	16,174,390	5,113,359	11,061,021
	903034660	Gender Mainstreaming	6,492,700	4,540,020	2,952,680
	903044660	Disability Mainstreaming	13,873,000	(151,816,516)	1,112,200
1001004660		General Administration, Planning and support services	981,580,791	1,458,116,215	30,834,847
	1001014660	Human Resources and Support Services	-	-	-
	1001024660	Storm Water Management Services	7,750,000	3,682,920	5,067,080
	1001034660	General Administration Policy and Coordination	111,314,643	85,546,876	25,767,767

Reports and Financial Statements

For the year ended June 30, 2020

	1001034660	Transfers to Other Government Units	862,516,148	862,516,148	-
	1001034660	Other grants and transfers		506,370,272	
1002004660		Water and Sanitation Services	-	-	-
		Sanitation Services	-	-	-
		Water Supply Infrastructure	-	43,179,388	278,716,679
1003004660			321,896,067	38,097,538	271,682,462
	1003014660	Water	309,780,000	-	-
	1003024660	Sanitation		-	-
	1003034660	Storm Water Management	-	5,081,850	7,034,217
	1003044660	Irrigation	12,116,067	7,391,481,160	3,322,386,839
		Grand Total	10,252,318,301	7,391,481,160	2,602,022,807



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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the County Government of Kajiado 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 County Government of Kajiado

The financial statements are for the County Government of Kajiado. The financial statements encompass the reporting County Government of Kajiado as specified under section 164 of the Public Finance Management Act 2012 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

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.

Transfers from the Exchequer

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 County Government of Kajiado.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

External Assistance

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

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External assistance is received through grants and loans from multilateral and bilateral development partners.

Donations and grants

Grants and donations shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient County Government of Kajiado or by the beneficiary. In case of grant/donation in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice.

Proceeds from borrowing

Borrowing includes Treasury bill, treasury bonds, corporate bonds; sovereign bonds and external loans acquired by the County Government of Kajiado or any other debt the County Government may take on will be treated on cash basis and recognized as receipts during the year of receipt.

Undrawn external assistance

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for projects currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. During the year ended 30th June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

County Own Generated Receipt

These include Appropriation-in-Aid and relates to receipts such as trade licenses, cess, fees, property income among others generated by the County Government from its citizenry. These are recognized in the financial statements the time associated cash is received.

Returns to CRF Issues

These relate to unspent balances in the development, recurrent and deposit accounts at the end of the year which are returned to the County Revenue Fund (CRF) and appropriated through a supplementary budget to enable the County to spend funds. These funds are recognized once appropriated through a supplementary budget process.

b) Recognition of payments

The County Government of Kajiado recognizes all expenses when the event occurs and the related cash has actually been paid out by the County Government of Kajiado.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Reports and Financial Statements

For the year ended June 30, 2020

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.

Interest on borrowing

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

Repayment of borrowing (principal amount)

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

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 County Government of Kajiado and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

4. In-kind contributions

In-kind contributions are donations that are made to the *County Government of Kajiado* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *County Government of Kajiado* 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. 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.

Reports and Financial Statements

For the year ended June 30, 2020

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2019, this amounted to KShs 36,558,004.90 compared to KShs 17,169,800.00 in prior period as indicated on note 21A

There were no other restrictions on cash during the year

6. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorized 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.

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 acquisitions and disposals are reflected in the County Government of Kajiado 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 *Kajiado County Government* 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 developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *County Government of Kajiado's* budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on 28th June 2018 for the period 1st July 2019

to 30 June 2019 as required by law. There was one number of supplementary budgets passed in the year. A high-level assessment of the *Kajiado County Government* actual performance against the comparable budget for the Financial year under review has been included in an annex to these financial statements.

11. Contingent Liabilities

The County Government of Kajiado has active court cases relating to Tobiko and Associates with fee notes of Kshs. 444,000,000 and Kilimanjaro Club Kshs. 670,000,000 respectively which have been ongoing. And as a requirement by ISA 1.114 on presentation of financial statements, its therefore disclosed.

12. Comparative figures

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

13. Subsequent events

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

14. 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.

15. 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. EXCHEQUER RELEASES

	2019-2020	2018 - 2019
	KShs	KShs
Total Exchequer Releases for quarter 1	340,316,135	409,435,878
Total Exchequer Releases for quarter 2	2,240,712,973	1,767,802,329
Total Exchequer Releases for quarter 3	1,558,003,599	1,068,613,523
Total Exchequer Releases for quarter 4	1,869,634,867	2,751,548,270
Total	6,008,667,574	5,997,400,000

*The exchequer releases for quarter 1,2,3 & 4 which amounts to kshs. 6,008,667,574 all is equitable shares, grants received are disclosed in note 3.

1A. Equitable Share

	2019-2020	2018 - 2019
	KShs	KShs
Total Exchequer Releases for quarter 1	340,316,135	409,435,878
Total Exchequer Releases for quarter 2	2,240,712,973	1,767,802,329
Total Exchequer Releases for quarter 3	1,558,003,599	1,068,613,523
Total Exchequer Releases for quarter 4	1,869,634,867	2,751,548,270
Total	6,008,667,574	5,997,400,000

1B: Level 5 Hospitals Allocation

Description	2019/2020	2018/2019
	KShs	KShs
Transfers for level 5 hospitals	-	-

2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2019-2020	2018- 2019
			KShs	KShs
Grants Received from Bilateral Donors (Foreign Governments)				
(Insert name of donor)	-	-	-	-
(Insert name of donor)	-	-	-	-
Grants Received from Multilateral Donors (International Organisations)	-	-	-	-
(Insert name of donor)	-	-	-	-
(Insert name of donor)	-	-	-	-
Grants Received from other levels of government	-	-	-	-
(Insert name of donor)	-	-	-	-
(Insert name of donor)	-	-	-	-
Total			-	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018 - 2019
	KShs	KShs
Kenya Roads Board	182,376,468	157,906,320
Ministry of Health - DANIDA	24,591,250	26,277,348
Health Grants THS	135,621,176	36,661,525
Ministry of Health - User Fees Foregone	16,955,365	16,955,365
youth polytechnic (TVET)	35,493,298	30,460,475
Kenya Urban Dev Prog. (KUSP)	240,217,972	307,150,300
Kenya Climate Smart	122,753,341	34,359,919
ASDSP II	16,821,590	66,231,532
Covid-19	52,567,000	
Devolution Support program	30,000,000	
TOTAL	857,397,460	676,002,784

4. PROCEEDS FROM DOMESTIC BORROWINGS

	2019-2020	2018-2019
	KShs	KShs
Borrowing within General Government	-	-
Borrowing from Monetary Authorities (Central Bank)	-	-
Other Domestic Depository Corporations (Commercial Banks)	-	-
Borrowing from Other Domestic Financial Institutions	-	-
Borrowing from Other Domestic Creditors	-	-
Domestic Currency and Domestic Deposits	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**5. PROCEEDS FROM FOREIGN BORROWINGS**

	2019 - 2020	2018 - 2019
	KShs	KShs
Foreign Borrowing – Draw-downs Through Exchequer	-	-
Foreign Borrowing - Direct Payments	-	-
Foreign Currency and Foreign Deposits	-	-
Total	-	-

6. PROCEEDS FROM SALE OF ASSETS

	2019-2020	2018 - 2019
	KShs	KShs
Receipts from the Sale of Buildings	-	-
Receipts from Sale of Vehicles and Transport Equipment	-	-
Receipts from Sale of Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from Sale of Strategic Reserves Stocks	-	-
Receipts from Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
TOTAL	-	-

7. REIMBURSEMENTS AND REFUNDS

	2019 - 2020	2018 – 2019
	KShs	KShs
Refund from World Food Programme (WFP)	-	-
Reimbursement of Audit Fees	-	-
Reimbursement on Messing Charges (UNICEF)	-	-
Reimbursement from World Bank – ECD	-	-
Reimbursement from Individuals & Private Organizations	-	-
Reimbursement from Local Government Authorities	-	-
Reimbursement from Statutory Organizations (NHIF)	-	-
Reimbursement within Central Government	105,183,822	67,522,507
Reimbursement Using Bonds	-	-
Total	105,183,822	67,522,507

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. RETURNS OF EQUITY HOLDINGS

	2019-2020	2018 - 2019
	KShs	KShs
Returns of Equity Holdings in Domestic Organizations	-	-
Returns of Equity Holdings in International Organizations	-	-
Total	-	-

9. COUNTY OWN GENERATED RECEIPTS

	2019-2020	2018 - 2019
	KShs	KShs
Interest Received		
Profits and Dividends		
Rents		
Other Property Income		
Sales of Market Establishments		15,544,858
Receipts from Administrative Fees and Charges		
Receipts from Administrative Fees and Charges - Collected as AIA		
Receipts from Incidental Sales by Non-Market Establishments		
Receipts from Sales by Non-Market Establishments		
Receipts from Sale of Incidental Goods		
Fines Penalties and Forfeitures		
Receipts from Voluntary transfers other than grants		
Business permits	138,577,950	220,230,267

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

Cess	28,964,522	12,677,531
Poll rates		
Plot rents	56,933,523	120,618,743
Other local levies	66,262,337	265,761,777
Administrative services fees		1,275,763
Various fees	175,526,223	364,000
Council's natural resources	129,605,907	85,414,213
Exploitation		
Sales of council assets		
Lease / rental of council's		
Infrastructure assets		
Other miscellaneous receipts	3,453,540.00	30,541,316
Insurance claims recovery		
Medium term loans (1-3 yr repayment)		
Long term loans (over 3 yr repayment)		
Transfers from reserve funds		
Donations		
Fund raising events		
Other receipts from financial assets loan		
Market/trade centre fee	14,298,190	11,184,561
Vehicle parking fees	3,378,550	47,777,998
Housing	87,444,675	
Social premises use charges		
School fees		
Other education-related		145,142
Other education receipts		
Public health services		
Public health facilities operations	4,854,300	19,779,423
Environment & conservancy		
Administration		

COUNTY GOVERNMENT OF KAJIADO

Reports and Financial Statements

For the year ended June 30, 2020

Slaughter houses administration	10,976,835	16,495,348
Water supply administration		
Sewerage administration	3,351,000	343,800
Other health & sanitation		
Technical services fees		167,350,913
External services fees		
Other revenue not clasified anywhere	11	60,394,615
Total	723,627,563	1,075,900,267

10. RETURNED CRF ISSUES

	2019-2020	2018 - 2019
	KShs	KShs
Recurrent account	94,652	
Development account	350,679	-
Deposit account		-
Total	445,331	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**11. COMPENSATION OF EMPLOYEES**

	2019-2020	2018-2019
	KShs	KShs
Basic salaries of permanent employees	1,304,536,850	1,339,222,451
Basic wages of temporary employees	43,956,808	39,187,334
Personal allowances paid as part of salary	1,220,799,727	1,194,466,309
Personal allowances paid as reimbursements	942,000	925,000
Personal allowances provided in kind		
Pension and other social security contributions	21,647,822	36,549,999
Compulsory national social security schemes	-	-
Compulsory national health insurance schemes	-	-
Social benefit schemes outside government	-	-
Other personnel payments		
Total	2,591,883,207	2,610,351,093

12. USE OF GOODS AND SERVICES

	2019-2020	2018 - 2019
	KShs	KShs
Utilities, supplies and services	68,030,371	50,059,998
Communication, supplies and services	25,534,087	41,578,582
Domestic travel and subsistence	169,807,820	270,030,241
Foreign travel and subsistence	26,502,944	70,712,457
Printing, advertising and information supplies & services	39,134,895	68,298,211
Rentals of produced assets	3,719,564	11,929,268
Training expenses	17,840,943	27,745,133
Hospitality supplies and services	66,152,748	73,084,508
Insurance costs	95,108,695	34,452,185
Specialized materials and services	321,722,377	385,071,352
Office and general supplies and services	16,393,932	21,403,737
Other operating expenses	112,784,134	230,082,121
Routine maintenance – vehicles and other transport equipment	21,792,937	42,609,889
Routine maintenance – other assets	14,954,799	19,710,558
Fuel, oil and lubricants	79,731,131	73,551,674
Total	1,079,211,375	1,420,319,912

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. SUBSIDIES

Description	2019- 2020	2018 – 2019
	KShs	KShs
Subsidies to Public Corporations		
<i>See list attached</i>	-	-
(insert name)	-	-
Subsidies to Private Enterprises		
<i>See list attached</i>	-	-
(insert name)	-	-
TOTAL		-

14. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018 - 2019
	KShs	KShs
Kajiado County Assembly	645,016,148	752,003,490
Mortgage and car loan	25,000,000	40,000,000
Roads Maintainance Levy Fund		157,906,320
Disability Mainstreaming Fund	10,000,000	10,000,000
Youth Fund	7,500,000	15,000,000
Scholarships and other Benefits	75,000,000	80,000,000
Emergency Relief and Refugee Assistance	100,000,000	70,000,000
TOTAL	862,516,148	1,124,909,810

15. OTHER GRANTS AND PAYMENTS

	2019-2020	2018 - 2019
	KShs	KShs
Road Maintenance Levy Fund	182,376,468	
Health Grants	177,167,791	91,136,737
Transfers to village polytechnic	35,493,298	30,460,475
Other Current Grants and Transfers	158,192,292	232,574,572
kenya climate smart (KCSAP)	122,753,341	34,359,919
Covid -19 transfer	52,567,000	
kenya urban support program(KUSP)	240,217,972	265,950,300
Devolution. Support Programme	30,000,000	
ASDSP 11	16,821,590	
Total	1,015,589,752	654,482,003

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. SOCIAL SECURITY BENEFITS

	2019-2020	2018 - 2019
	KShs	KShs
Government pension and retirement benefits		131,274,994
Social security benefits in cash and in kind	203,537,381	
Employer Social Benefits in cash and in kind		
Total	203,537,381	131,274,994

17. ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	2019-2020	2018 - 2019
	KShs	KShs
Purchase of Buildings	-	-
Construction of Buildings	110,434,626	1,403,435,199
Refurbishment of Buildings	2,128,292	9,532,838
Construction of Roads	322,407,199	523,032,846
Construction and Civil Works	89,477,164	234,280,304
Overhaul and Refurbishment of Construction and Civil Works	910,511,291	
Purchase of Vehicles and Other Transport Equipment	11,160,880	22,088,500
Overhaul of Vehicles and Other Transport Equipment		192,000
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	7,678,500	12,637,002
Purchase of ICT Equipment		

COUNTY GOVERNMENT OF KAJIADO

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Purchase of Specialized Plant, Equipment and Machinery	94,536,657	74,556,855
Rehabilitation and Renovation of Plant, Machinery and Equip.	31,950,580	14,679,657
Purchase of Certified Seeds, Breeding Stock and Live Animals		
Research, Studies, Project Preparation, Design & Supervision	23,053,108	59,073,846
Rehabilitation of Civil Works	5,405,000	19,673,140
Purchase of Specialized Plant	30,000,000	60,000,000
Acquisition of Strategic Stocks and commodities		
Acquisition of Land		
Acquisition of Intangible Assets		
<u>Financial Assets</u>		
Domestic Public Non-Financial Enterprises		
Domestic Public Financial Institutions		
Total	1,638,743,297	2,433,182,187

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**18. FINANCE COSTS, INCLUDING LOAN INTEREST**

	2019 - 2020	2018 - 2019
	KShs	KShs
Exchange Rate Losses		
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	-	

19. REPAYMENT OF PRINCIPAL ON DOMESTIC LENDING AND ON-LENDING

	2019-2020	2018 - 2019
	KShs	KShs
Repayments on Borrowings from Domestic	-	-
Principal Repayments on Guaranteed Debt Taken over by Government		-
Repayments on Borrowings from Other Domestic Creditors	-	-
Repayment of Principal from Foreign Lending & On - Lending	-	-
Total	-	-

20. OTHER PAYMENTS

	2019 - 2020	2018 - 2019
	KShs	KShs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Other payments		

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

21. CASH AND BANK BALANCES

21 A BANK BALANCES

21A. BANK BALANCES		Ex. rate (if in foreign currency)			
Name of Bank, Account No. & currency	Amount in bank account currency*		Indicate whether recurrent, Development, deposit, receipts e.t.c	2019-2020	2018 – 2019
<i>Central Bank of Kenya, 1000171219 & KES</i>	KES	Development Bank A/C	N/a	25,270,487	16,132,200
<i>Central Bank of Kenya, 1000171251 & KES</i>	KES	Recurrent Bank A/C	N/a	94,447	453,636
<i>Central Bank of Kenya, 1000199008 & KES</i>	KES	Deposit Bank A/C	N/a	693,766	36,558,005
<i>Central Bank of Kenya, 1000171642 & KES</i>	KES	Revenue Fund A/C	N/a	508,845,992	268,970,407
<i>Central Bank of Kenya, 1000282207 & KES</i>	KES	Kajiado County Dept Of H/Grants Account	N/a	19,919,591	5,125,800
<i>Central Bank of Kenya, 1000282193 & KES</i>	KES	Kajiado County Roads Levy Fund Account	N/a	61,499,689	131,206,688

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<i>KCB Ac No. 1234616955</i>	KES	ASDSP II	N/a	24,152,841	2,369,371
<i>Central Bank of Kenya, 1000368608 & KES</i>	KES	Youth Polytechnic	N/a	250,227	430,227
<i>Kenya Commercial Bank - 1259000788</i>	KES	Kajiado County Urban Support Program - Ngong – UDG	N/a	92,745,656	-
<i>Kenya Commercial Bank - 1259000591</i>	KES	Kajiado County Urban Support Program - Kajiado - UDG		5,040,518	
<i>Equity Bank</i>	KES	Kajiado County Urban Support Program - Kajiado - UIG		20,630,550	
	KES	mbuzi moja	N/a	428	
<i>Central Bank of Kenya, 1000365331 & KES</i>	KES	Kajiado County Climate Smart Agr. Grant	N/a	69,196,272	20,716,438
<i>Kenya Commercial Bank, 114749870 & KES</i>	KES	Revenue collection A/C	N/a		50,863,779
<i>Equity Bank-CGK ,&KES 0860278585591</i>	KES	CGK-Debt Collection Account	N/a	65	898,610
<i>Equity Bank-Debt Collection, &KES 0860277392057</i>	KES	CGK-Debt Collection Account	N/a	99,900	365,494
<i>Kenya Commercial Bank, 1153737159 & KES</i>	KES	Ngong Sub County Hospital	N/a	2,500,662	1,643,429
<i>Kenya Commercial Bank, 1152194119 & KES</i>	KES	Loitoktok Sub County Hospital	N/a	1,334,100	1,453,162
		mbuzi moja		428	

COUNTY GOVERNMENT OF KAJIADO

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<i>Kenya Commercial Bank, 1159002436 & KES</i>	KES	Kitengela Sub County Hospital	N/a	6,598,547	11,424,969
<i>Kenya Commercial Bank, 1153618567 & KES</i>	KES	Kajiado Distict Hospital	N/a	1,104,782	1,881,186
	KES	County health Management team account		15,045,794	
Total				855,024,742	550,493,402

21B. CASH IN HAND

	2019-2020	2018-2019
	KShs	KShs
Cash in Hand – Held in domestic currency		690,750.00
Cash in Hand – Held in foreign currency		
Total	-	690,750.00

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

22. ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

<i>Description</i>	2019-2020	2018-2019
	KShs	KShs
Government Imprests		-
Clearance accounts	-	-
Total	-	-

23. ACCOUNTS PAYABLE

	2019-2020	2018-2019
	KShs	KShs
Accounts Payable		
Deposits		
Total		-

24. FUND BALANCE BROUGHT FORWARD

	2019-2020	2018 – 2019
	KShs	KShs
Bank accounts	855,024,742	1,108,878,593
Cash in hand		
Accounts Receivables		
Accounts Payables		
Total	855,024,742	1,108,878,593

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**25. PRIOR YEAR ADJUSTMENTS**

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

7.10 OTHER IMPORTANT DISCLOSURES

1. ANALYSIS OF TRANSFERS FROM THE EXCHEQUER

1. PENDING ACCOUNTS PAYABLE (See Annex 2)

	2019-2020	2018 – 2019
	KShs	KShs
Construction of buildings	665,900,388	476,994,431
Construction of civil works	301,330,804	818,824,369
Supply of goods	547,470,345	
Supply of services		11,426,177
	1,514,701,537	1,307,244,977

2. PENDING STAFF PAYABLES

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

During the year there were no pending staff payables.

3. OTHER PENDING PAYABLES

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

During the year there were no other pending payables.

4. RELATED PARTY DISCLOSURES

	2019-20	2018-19
	Kshs	Kshs
Key Management Compensation (Governors, CEC Members and C.Os)		
Transfers to related parties		
Transfer to the County Assembly	645,016,148.00	752,003,490
Transfers to other County Government Entities	862,516,148.00	372,906,320
Transfers to Development Projects		
Transfers to non-reporting entities e.g. schools and welfare		
Transfers to County Water Service Providers		
Expenses paid on behalf of County Water Service Providers		
Total Transfers to related parties	1,507,532,296.00	1,124,909,810
Transfers from related parties		
Transfers from Exchequer & other Government Agencies	6,008,667,574.00	5,997,400,000
Transfers from other Government Agencies	857,397,460.40	676,002,784
Transfers from SCs and SAGAs- National Government		
(Insert any other transfers received)		
Total Transfers from related parties	6,866,065,034.40	6,673,402,784

5. ESTABLISHMENT OF OTHER COUNTY GOVERNMENT ENTITIES

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

COUNTY GOVERNMENT OF KAJIADO

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County Government of Kajiado	Date Established/Date taken over	Location	Accounting Officer responsible
Olkejuado water and sewerage company	Inception of devolution	Kajiado county headquarters	MD
Oloolasiser Water and Sewerage Company	Inception of devolution	Ongata rongai	MD
Emergency Relief and Refugee Assistance	2015	Kajiado county headquarters	Fund admin
County public service Board	2014	Kajiado county headquarters	CEO/Secretary
Kenya Roads Board	2016	Kajiado county headquarters	Chief Officer Roads
Ministry of Health – DANIDA		Kajiado county headquarters	Chief Officer Health
Ministry of Health - Maternal Health Care		Kajiado county headquarters	Chief Officer Health
Ministry of Health - User Fees Foregone		Kajiado county headquarters	Chief Officer Health
Ministry of Health - WB-THUSCP		Kajiado county headquarters	Chief Officer Health
Kenya Urban Support Program KUSUP		Kajiado county headquarters	Chief Officer Lands and Physical Planning
Youth Polytechnique (TVET)		Kajiado county headquarters	Chief Officer Education
Climate Smart Agriculture Project		Kajiado county headquarters	Chief Officer Agriculture
Mortgage and car loan		Kajiado county headquarters	Chief Officer Public Service
Disability Mainstreaming Fund		Kajiado county headquarters	Chief Officer Gender & Social Services
Youth Fund		Kajiado county headquarters	Chief Officer Gender & Social Services
Scholarships and other Benefits		Kajiado county headquarters	Chief Officer Education

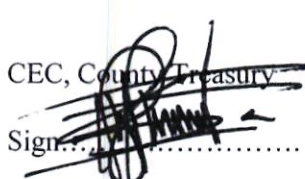
8. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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)
	Lack of fixed assets register	In progress	Director procurement	In process – awaiting senate	End of Financial year
	Provisional sum paid without supporting documents	supported	C o roads	R In process – awaiting senate esolved	
	Expenditure incurred without A.I.Es	A.I.E issued	C.o finance	In process – awaiting senate	
	Under Collection of Local Revenue	The measures have been put in place to close revenue collection leakages.	C.o finance	In process – awaiting senate	
	Failure to prepare financial statements for Funds – other Grands and Transfers	The accounts were prepared and submitted	C.o Eduaction & Gender	In process – awaiting senate	
	Unsupported Accounts Payables	The pending bills committee was constituted to oversee this matter	C.o finance	In process – awaiting senate	
	Irregular Compensation of Employees	The matter was resolved and casuals now engaged though county public service board	C.O Public Service	In process – awaiting senate	

CEC, County Treasury

Sign.....



Date.....

13th July 2021

COUNTY GOVERNMENT OF KAJIADO

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ANNEX 2 – ANALYSIS OF PENDING ACCOUNTS PAYABLES

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019/2020	Outstanding Balance 2018/2019	Comments
	A	B	C	d=a-c		
Construction of buildings						
Education	142,411,953		25,346,667	117,065,286		
Health	502,678,545		11,184,833	491,493,712		
Markets	115,990,642		58,649,252	57,341,390		
Sub-Total	761,081,140		95,180,752	665,900,388	476,994,431	
Construction of civil works						
Roads	350,671,972		49,341,168	301,330,804		
				-		
				-		
Sub-Total	350,671,972		49,341,168	301,330,804	818,824,369	
Supply of goods						
Finance	113,142,950		25,346,667	87,796,283		
Water	459,674,062		-	459,674,062		
Sub-Total						
Sub-Total	572,817,012		25,346,667	547,470,345	11,426,177	
Grand Total	1,684,570,124		169,868,587	1,514,701,537	1,307,244,977	

COUNTY GOVERNMENT OF KAJIADO

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COUNTY GOVERNMENT OF KAJIADO

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ANNEX 3 – ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2018/2019	Outstanding Balance 2017/2018	Comments
		A	b	C	d=a-c		
Senior Management							
1.							
2.							
3.							
		Sub-Total					
Middle Management							
4.							
5.							
6.							
		Sub-Total					
Unionisable Employees							
7.							
8.							
9.							
		Sub-Total					
Others (speciFinancial year)							
10.							
11.							
12.							
		Sub-Total					
		Grand Total					

COUNTY GOVERNMENT OF KAJIADO
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ANNEX 4 – ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2018/2019	Outstanding Balance 2017/2018	Comments
		a	B	c	d=a-c		
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.							
Sub-Total							
Others (speciFinancial year)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

COUNTY GOVERNMENT OF KAJIADO

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For the year ended June 30, 2020

ANNEX 5 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f	Additions during the year	Disposals during the year	Transfers in/(out) during the year	Historical Cost c/f
	(KShs) 2018/2019	(KShs)	(KShs)	(KShs)	(KShs) 2018/2019
Land					
Buildings and structures	3,367,521,691	110,434,626			3,477,956,317
Transport equipment	197,658,999	11,160,880			208,819,879
Office equipment, furniture and fittings	171,712,584				171,712,584
ICT Equipment	201,603,368	7,678,500			209,281,868
Machinery and Equipment	699,623,066	910,511,290			1,610,134,356
Heritage and cultural assets					
Biological assets					
Intangible assets					
Infrastructure assets- Roads, Rails	766,845,988	469,016,324			1,235,862,312
Rehabilitation of civil works and purchase of specialised plants		129,941,657			129,941,657
Total	5,404,965,696	1,638,743,277			7,043,708,973

COUNTY GOVERNMENT OF KAJIADO

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ANNEX 6 – INTER-COUNTY GOVERNMENT OF KAJIADO TRANSFERS

TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018 - 2019
	KShs	KShs
Kajiado County Assembly	645,016,148	752,003,490
Mortgage and car loan	25,000,000	40,000,000
Roads Maintainance Levy Fund		157,906,320
Disability Mainstreaming Fund	10,000,000	10,000,000
Youth Fund	7,500,000	15,000,000
Scholarships and other Benefits	75,000,000	80,000,000
Emergency Relief and Refugee Assistance	100,000,000	70,000,000
TOTAL	862,516,148	1,124,909,810

CECM - County Treasury

County Executive



ANNEX 7 – CONTIGEN LIABILITIES REGISTER

	Nature of contingent liability	Payable to	Currency	Estimated Amount Kshs	Expected date of payment	Remarks
1	Legal	Tobiko & Associates	Kshs	444,000,000	Subsequent financial years	
2	Legal	Kilimanajro Club	Kshs	670,000,00	Subsequent financial years	
3						