

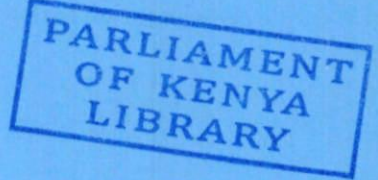
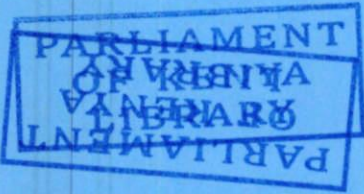
REPUBLIC OF KENYA

Scanned



Enhancing Accountability

PAPERS LAID	
DATE	16/02/2022
TABLED BY	S1112 -
COMMITTEE	
CLERK AT THE TABLE	<i>[Signature]</i>



REPORT

OF

THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF NAKURU

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





NAKURU COUNTY ASSEMBLY

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)

TABLE OF CONTENTS

1.	KEY ENTITY INFORMATION AND MANAGEMENT	ii
2.	FORWARD BY THE CLERK	vii
3.	STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETRMINED OBJECTIVES.....	x
4.	CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING...xi	
5.	STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	xii
6.	REPORT OF THE AUDITOR GENERAL ON THE NAKURU COUNTY ASSEMBLY	xiii
7.	FINANCIAL STATEMENTS.....	1
7.1.	STATEMENT OF RECEIPTS AND PAYMENTS.....	1
7.2.	STATEMENT OF FINANCIAL ASSETS AND LIABILITIES	2
7.3.	STATEMENT OF CASH FLOWS	3
7.4.	STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT COMBINED.....	4
7.5.	STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT ...	5
7.6.	STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT	6
1.1.	BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES	7
1.2.	SIGNIFICANT ACCOUNTING POLICIES	8
1.3.	NOTES TO THE FINANCIAL STATEMENTS.....	14
1.4.	OTHER DISCLOSURES.....	21
3.	PROGRESS ON FOLLOW ON PRIOR YEAR AUDITOR’S RECOMMENDATIONS.....	23
	ANNEXES	24
	ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE	24
	ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER	27
	ANNEX 3 – ANALYSIS OF OUTSTANDING IMPRESTS.....	28
	ANNEX 7-BANK RECONCILIATION.....	29

1. KEY ENTITY INFORMATION AND MANAGEMENT






(a) Background information

The County Assembly is established by article 176 of the Constitution of Kenya and is headed by the Speaker who is responsible for the general policy and strategic direction of the Assembly. The County Assembly under article 185 {1, 2, 3 & 4} has been bestowed with the legislative authority of the County Government, and oversight role over the County Executive Committee and any other County Executive organs as well as receiving and approving plans and policies on the management and exploitation of the County's resources; and the development and management of its infrastructure and institutions.

The Nakuru County Assembly has 78 number of Members of County Assembly constituted of fifty-five elected and twenty-three nominated.

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

(b) Key Management Team

	Name	Details of qualifications and experience
1	 Joseph M. Malinda	Masters of Business Administration (MBA), Bachelor of Laws (LLB). 25 years' Experience. He is the Clerk to the County Assembly. He is also the Secretary of County Assembly Service Board and the Accounting Officer.
2	 Stephen M. Gatimu	MPA, Bachelor of Arts (BA). 12 years' Experience. He is the Deputy Clerk and Directorate of Committee and Legislative Services
3	 Jane N. Waweru	Bachelor of Commerce / CPA (K). 23 years' experience. She is the Director in - charge of Financial services, Budget and Procurement
4	 Jane W. Karanja	Bachelor of Business Administration (BBM), Diploma in Business Management. 20 years' experience. She is the Director of Human Resource and Development.
5	 Joseph K. Chege	Bachelor of Arts (BA), Diploma in Mass Communication, 25 years' Experience He is the Director of Hansard, Information Technology and Public Relations

(c) Fiduciary Management

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

No.	Designation	Name
1.	Clerk	Joseph Malinda
2.	Deputy Clerk	Stephen Gatimu
3.	Director Financial Services	Jane Waweru
4.	Director HRM	Jane Wakanyi
5.	Director Hansard and ICT	Joseph Chege

(d) Fiduciary Oversight Arrangements

The County Assembly Service Board prepared annual estimates of expenditure of the County Assembly service and submitted them to the County Assembly for approval, and exercised budgetary control over the service.

The Finance Committee of the County Assembly Service Board oversaw the financial activities of the Assembly and gave approvals for crucial programs that were undertaken by the Assembly. The Committee's undertakings were presented to the Board for guidance and ratification in the period ended 30th June 2020.

The Nakuru County Assembly's Budget and Finance Committees steered the Budget making process and Finance acts respectively. The two Committees were instrumental in ensuring the County achieved its targets in terms of budgetary allocations and local revenue generation. Its mandate is to investigate, inquire and report on all matters related to coordination, control and monitoring of the county budget.

The County Assembly Public Accounts and Investment Committee followed up on all Audit issues that were raised by the Office of the Auditor General as far as all the County Entities were concerned. Its mandate is to examine the accounts, showing the appropriations of sums voted by the house to meet public expenditure. Reports and accounts for all county public investments

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

(e) Entity Headquarters

(f) P.O. Box 907 -20100

COUNTY ASSEMBLY BUILDING
GEORGE MORARA Rd.
Nakuru, KENYA.

(g) Entity Contacts

Telephone: (254) 051-2216472
E-mail: clerkassembly@nakurucounty.go.ke
Website: www.nakurucounty.org.ke

(h) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
Account No. 1000239878
Account No. 1000285273
Account No. 1000285281
P.O. Box 60000
City Square 00200
Nairobi, Kenya

2. Co-operative Bank of Kenya Ltd
Co-operative Bank House,
Haile Selassie Avenue
P.O. Box 48231
GPO 00100
Nairobi, Kenya
Account No. 01141506140000
Account No. 01141493959300
Nakuru Branch
Nakuru

3. Family Bank Ltd
Family Bank Towers,
Muindi Mbingu Street
P.O. Box 7414-00200
City Square
Nairobi, Kenya
Account No. 018000071948
Finance Branch
Nakuru

(i) Independent Auditors

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

(j) Principal Legal Adviser

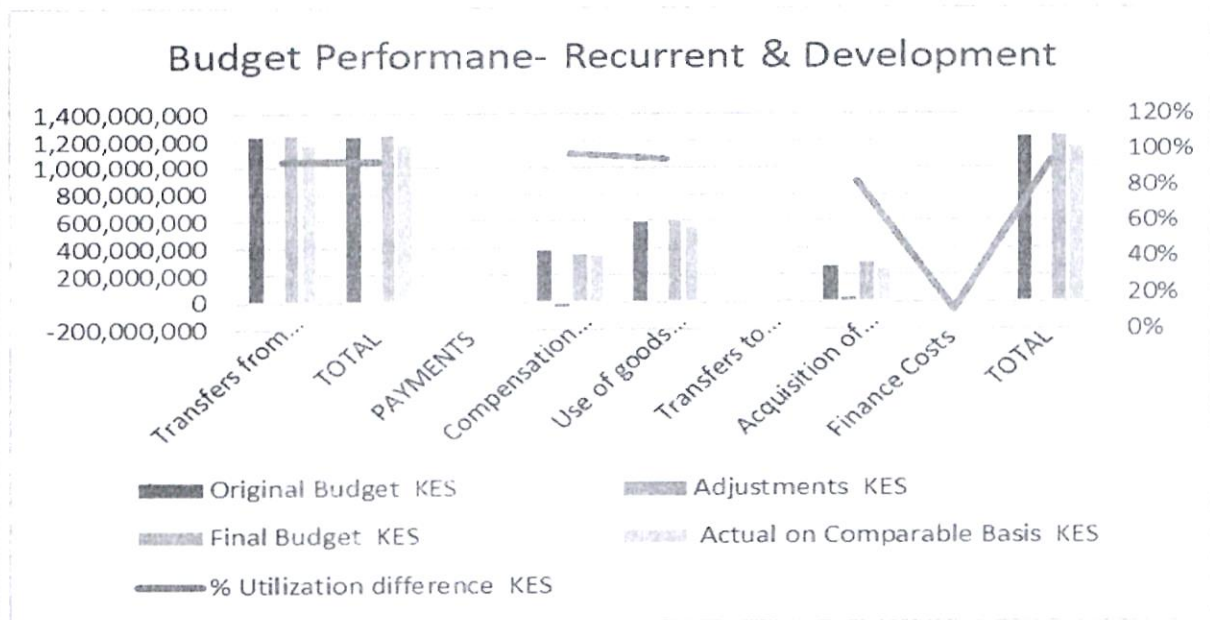
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200-Nairobi, Kenya

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

2. FORWARD BY THE CLERK

Budget performance

The Nakuru County Assembly showed saw an improved performance in absorption of funds for the financial year ended 30th June, 2020 on comparable basis to the previous period that ended in June, 2019. Budget utilization stood at 93% for both Recurrent and Development vote heads, an increment of 7% from the previous year. The programme for Compensation of employees was fully implemented by the Assembly. The Assembly’s budgetary performance is summarised and presented in the chart below:



Operational Performance

In undertaking its mandate, Nakuru County Assembly was able to pass three Acts namely; The Nakuru County Revenue Allocation Act 2020, The Nakuru County Appropriation Act 2020 and The Nakuru County Finance Act 2020. In addition, there are a number of bills that are on-going such as The Nakuru County Agricultural Training and Mechanization Service Bill No.14 of 2019, The Nakuru Honors and Awards Bill No. 15 of 2019, The Nakuru County Child Care Facilities Bill No.16 of 2019, The Nakuru County Civic Education Bill No.17 of 2019. The bills are expected to facilitate compliance of the law by providing all the necessary measures required.

The Assembly has got both select and sectoral committees. The Sectoral Committees are Agriculture, Health Services, Culture, Sports and Community services, Roads, Transport and Public Works, Trade, Tourism, Cooperative and Planning, Early Childhood Education and Vocational Training, Labour, Gender, Youth and Social welfare, Justice and Legal affairs,

Information Communication Technology and e-government, Land, Housing and physical planning, Governance and Security and Energy, Environment and Natural resources.

On the other hand, select committees includes; House business committee, Committee on Appointments, Committee on Selection, Public Accounts and Investments committee, Finance, Budget and Appropriation committee, Rules and Delegated Legislation committee, Committee on Powers and Privileges, Committee on Implementation, Liaison committee and Members' Welfare, Catering and Library committee.

Performance of key development projects

In the financial year 2019 - 2020, the County Assembly undertook a number of major projects as follows;

- a) Phase II Office Block – The construction of phase II office block commenced earnestly and by close of period, a substantive work had been done at approximately 25% level of completion. The Phase II Office block will house a Modern Chamber, Cafeteria and Offices.
- b) Speaker's Official residence- The building was on-going and it is envisaged at the end of the financial year 2019-2020 it was at 98% complete.
- c) Refurbishments of the Old Office Block- The site was handed over to the Contractor and the work is expected to be complete in the next financial year.

The projects are geared towards performance improvement by providing a conducive working environment for both the Members of County Assembly and staff.

Value for money achievements

Nakuru County Assembly believes in Accountability, Transparency and prudence in utilization of public funds. In the FY 2019-2020, value for money was achieved through observing existing laws and regulations by ensuring that goods and services rendered met the required standards and quality. The Assembly engaged the relevant authorities before, during and after completion of the projects to ensure compliance. Some of the external oversight organs engaged was National Environmental Management Authority, Public Procurement and Regulatory Authority, National Construction Authority and Office of the Auditor general among others.

Challenges and Recommended Way Forward

The year ended June 2020 presented numerous challenges to the Assembly. While implanting Assembly's project, the Office of the Controller of Budget delayed the release of funds for the construction of Speaker's Official residence following a guideline from the Commission on Revenue Allocation capping the capital expenditure to KES 35 Million on Speakers' residence. Despite numerous communications that the project started before the advisory was issued, the Controller of Budget did not release the funds in time and thus delaying the completion of the project.

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

The other biggest challenge was presented by Covid_19. The pandemic halted most of the programs in the Assembly and affected how we conducted Assembly business. Due to the pandemic, the Assembly could not pass the County Budget on time and thus having a ripple effect spiralling over to the next financial year.

In a bid to cope with the pandemic, the Assembly enhanced the budget for cleaning, fumigation and set up hand washing points in the Assembly to maintain high standards of hygiene.

The Assembly started conducting meetings via zoom technology to reduce the physical contact and set up the sitting arrangements in the Chambers to be in line with the Ministry of Health guidelines.

Sign 
Clerk of the County Assembly

3. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETERMINED OBJECTIVES

In undertaking its mandate, Nakuru County Assembly was able to pass three Acts namely; The Nakuru County Revenue Allocation Act 2020, The Nakuru County Appropriation Act 2020 and The Nakuru County Finance Act 2020. In addition, there are a number of bills that are on-going such as The Nakuru County Agricultural Training and Mechanization Service Bill No.14 of 2019, The Nakuru Honours and Awards Bill No. 15 of 2019, The Nakuru County Child Care Facilities Bill No.16 of 2019, The Nakuru County Civic Education Bill No.17 of 2019. The bills are expected to facilitate compliance of the law by providing all the necessary measures required.

The table below outlays the expected outputs of the Nakuru County Assembly in the Financial Year 2019-2020:

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhance professional development of MCAs by providing ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly	In FY 2019/2020 Members of County Assembly were trained on: >Legislative Procedures >Legislative Drafting >Committee Effectiveness
	Effective Oversight Role	Enhanced service delivery by the Executive arm of the County	>Petitions prosecuted and reports tabled in the Assembly >Statements requested and tabled in the Assembly	>In the FY 2019-2020, there were 12 petitions processed in the Assembly >There were 20 statements requested in the FY 2019/20
Program 2	Objective	Outcome	Indicator	Performance
Administrative Programme	Enhance Professional Development of Staff-Facilitate requisite training for Members of Staff enlisted in the Professional bodies	Enhanced performance and output by Members of Staff	>Number of CPD hours attained > Number of Staff trained in the year	>All cadres of Staff were trained for at least 5days in the FY 2019/20 >Members of Staff attained the requisite CPD hours

4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

The Assembly exists to develop a well-resourced, efficient, effective and sustainable 21st Century legislative institution that is able to deliver on its mandate through enactment of progressive laws and policies and effective exercise of oversight.

Below is a brief highlight of our achievements

1. Sustainability strategy and profile

The Assembly passed The Nakuru Village Polytechnics Bill in an effort to enhance creativity and entrench technical capability to every part of the County as well as creating a self-employed population.

2. Environmental performance

In an effort to reduce paper work, the Assembly created emails to all Members of Staff and encourage the use of emails in communication instead of printing on paper. The Assembly has also installed hand driers in the toilets to cut down on use of napkins and tissue papers for drying hands. To this end the Assembly is by extension reducing the need of cutting down of trees as raw materials for producing papers and tissues.

3. Employee welfare

The County Assembly Service Board through the Human Resource Development department has developed Human Resource manual that covers all Staff matters. There is in place a medical cover for all Members of Staff that also covers their dependants. The Board also uses appraisals tools to monitor performance by Members of Staff. The promotions are also by merit and use the appraisal scores to reward the hardworking Members of Staff.

4. Community Engagements-

The Assembly involves the County residents in decision-making and project selection through public participation that are done in all the eleven Sub-Counties every year as part of the budget preparation process. The Assembly also receive petitions from Members of public on any matter touching on the service delivery in the County. The Assembly has also set a public gallery for residents to sit on and follow debates in the Assembly. The Nakuru residents and any one can also access information regarding bills and all legislations that have been passed as well as engage the Assembly through our website.

5. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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


The Clerk to the Assembly is responsible for the preparation and presentation of the County Assembly's Financial Statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended June 30, 2020. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Assembly; (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) Safeguarding the assets of the County Assembly; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly's Financial Statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that the County Assembly's Financial Statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2020, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of its Financial Statements as well as the adequacy of the systems of internal financial control.

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and that the County Assembly'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 Clerk confirms that the County Assembly's Financial Statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The Nakuru County Assembly Financial Statements were approved and signed by the Clerk of the County Assembly on _____ 2020.



Clerk of the County Assembly

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Assembly of Nakuru set out on pages 1 to 23, which comprise of the statement of financial assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts – recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the County Assembly of Nakuru 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 Public Finance Management Act, 2012 and County Governments Act, 2012.

Basis for Qualified Opinion

1. Differences Between Financial Statements and IFMIS Balances

Analysis of the balances reflected in the financial statements presented for audit revealed variances with the balances reported in the IFMIS generated Trail Balance as detailed below: -

Components	Financial Statements Figures (Kshs.)	IFMIS Figures (Kshs.)	Variance (Kshs.)
Exchequer Releases	1,168,608,398	1,143,504,790	25,103,608
Compensation of Employees	342,592,838	188,863,730	153,729,108
Use of Goods and Services	568,609,109	341,247,493	227,361,616

Report of the Auditor-General on County Assembly of Nakuru for the year ended 30 June, 2020

Components	Financial Statements Figures (Kshs.)	IFMIS Figures (Kshs.)	Variance (Kshs.)
Social Security Benefits	0	22,585,004	(22,585,004)
Transfer to other government entities	16,112,711	0	16,112,711
Acquisition of Assets	244,696,859	254,173,360	(9,476,501)
Finance Costs	22,924		22,924
Other Payments	0	88,330,540	(88,330,540)
Bank Balances	8,358,986	1,080,932,812	(1,072,573,826)
Cash Balances		3,633,744,038	(3,633,744,038)
Accounts Receivable	310,000	9,812,719	(9,502,719)
Accounts Payable	8,118,714	5,112,785,811	(5,104,667,097)

In the circumstances, the completeness and accuracy of the balances reflected in the financial statements for the year ended 30 June, 2020 could not be confirmed.

2. Unreconciled Compensation of Employees

The statement of receipts and payments and as disclosed under Note 3 to the financial statements reflects compensation of employees amount of Kshs.342,592,838. This was at variance with the reports from the Integrated Payroll & Personnel Database (IPPD) for the year under review which revealed compensation of employees cost of Kshs.339,107,609 resulting to an unexplained and unreconciled variance of Kshs.3,485,229.

Consequently, the accuracy and completeness of the expenditure on compensation of employees amount of Kshs.342,592,838 could not be confirmed.

3. Irregular Payment of Board Allowances to Members of the County Assembly Service Board

The statement of receipts and payments and as disclosed under Note 3 to the financial statements reflects compensation of employees amount of Kshs.342,592,838. Included in the compensation of employees cost are responsibility allowances of Kshs.19,598,000, of which Kshs.2,760,000 was in respect of expenditure on Board allowance for members of the County Assembly Service Board for fifty-three (53) sittings during the period. However, review of Board minutes for the financial year revealed that only eighteen (18) sittings were held while the remaining thirty-five (35) sittings could not be confirmed.

Consequently, the accuracy and validity of the payment of Kshs.19,598,000 Board allowances to Members of the County Assembly Service board for the year ended 30 June, 2020, could not be confirmed.

4. Unreconciled Committee Expense - Sitting Allowances

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an expenditure of Kshs.568,609,109 in respect of use of goods and services. Included in this amount is Kshs.84,835,095 in respect of committee meeting expenses. This was at variance with the IPPD system and the clocking system reports of Kshs.86,960,636 and Kshs.78,794,300 respectively, resulting to unexplained variances of Kshs.2,125,541 and Kshs.6,040,795 with the reported amount in the financial statements;

Further, Members of the County Assembly (MCAs) were compensated for an extra sitting during the month of July, 2019, at a cost of Kshs.1,006,200. This was contrary to the Salaries and Remuneration Commission Circular Ref: No. SRC/TS/CGOVT/3/16 which provides for a maximum of thirty-two (32) sittings per month.

Under the circumstances, the accuracy and completeness of committee meeting expense of Kshs.84,835,095 for the year ended 30 June, 2020, could not be confirmed.

5. Unsupported Foreign Travel

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an expenditure of Kshs.568,609,109 in respect of use of goods and services. Included in this amount is Kshs.42,260,275 in respect of foreign travel and subsistence allowances. Included in the foreign travel and subsistence allowances is an amount of Kshs.9,100,330 and Kshs.12,699,832 in respect of training for Members of County Assembly on Transformational Leadership in a Legislative Framework in Uganda and Management of County Affairs at the Eastern and Southern Africa Management Institute (ESAMI) in Arusha Tanzania respectively. Management did not provide supporting evidence for the expenditure including approval in accordance with Public Service Recruitment and Training Policy.

Under the circumstances, the regularity of Kshs.21,800,162 expenditure on trainings held outside the Country for the year ended 30 June, 2020, could not be confirmed.

6. Ward Operation Costs - Over Expenditure

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an expenditure of Kshs.568,609,109 in respect of use of goods and services. Included in this amount is other operating expenditure of Kshs.113,204,207. This includes ward office operation costs for partisan staff of Kshs.84,205,620. This was at variance with the recomputed amount of Kshs.25,560,054 for the three (3) partisan staff members attached to the seventy-eight (78) Members of County Assembly resulting to an over payment of Kshs.58,645,566. This was contrary to the Commission on Revenue Allocation Circular Ref. CRA/CSO/CMG/9/VOL.V(43) of 28 June, 2018 which limits ward operation costs per year per partisan staff to Kshs.109,231.

Further, the operation costs for partisan staff of Kshs.84,205,620, in respect of Assembly Ward operations was disbursed as temporary imprests to Members of County Assembly personal assistants accounts. However, the respective petty cash registers or cashbooks were not maintained to account for the funds.

Under the circumstances, the accuracy and validity of the reported ward office operation costs of Kshs.84,205,620 for the year ended 30 June, 2020 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the County Assembly of Nakuru 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 adverse opinion.

Key Audit Matters

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

Other Matter

1. Budget Control and Performance

The statement of comparison of budget and actual amounts-recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.1,242,131,843 and Kshs.1,168,608,398 respectively, resulting to an under funding of Kshs.73,523,445 or 5.9%. Management did not provide explanation for the shortfall in funding which may have negatively impacted on the planned activities for the year thus negatively impacting on service delivery to the residents of Nakuru.

2. Pending Bills

The financial statements and as disclosed under Annex 1 details pending accounts payables of Kshs.90,115,839. However, the following inconsistencies were noted: -

- 2.1. The supporting schedules to the balance indicated an amount of Kshs.55,119,066 resulting to unexplained variance of Kshs.34,996,773;
- 2.2. Further examination of the supporting schedules revealed that, outstanding payables amounting to Kshs.47,729,176 were unsupported by way of invoices and delivery or services notes to confirm receipt of goods / services;

- 2.3. The statement of comparison of budget and actual amounts - recurrent and development combined reflects receipts shortfall of Kshs.73,523,445. This implies that, if the pending bills amount of Kshs.90,115,839 were valid, it would lead to an unauthorized expenditure;
- 2.4. The reported pending bills relating to legal fees amounted to Kshs.66,479,206 while the approved budget for the item during the year was Kshs.27,000,000, hence resulting to over expenditure of Kshs.39,479,206. This is despite the Assembly having a fully-fledged legal department in place. No satisfactory explanations were given on the need to external lawyers.

In the circumstances, the accuracy and completeness of the pending bills balance of Kshs.90,115,839 as at 30 June, 2020 could not be confirmed.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Adherence to a Third of Basic Salary Rule

Examination of the IPPD payroll revealed that eleven (11) officers were paid net salaries below the one third basic salary. This is in contravention of section C.1 (3) of Human Resource Policies and Procedures Manual for the Public Service (2016), which provides that public officers shall not over commit their salaries beyond two thirds (2/3) of basic salary.

To this extent the Assembly was in breach of the human resource policies and procedures.

2. Non-Deduction of Pay as You Earn (PAYE)

Examination of the IPPD payroll for the months of April, May and June, 2020, revealed that there were twenty-three (23) officers who were not subjected to deduction of Pay as You Earn (PAYE). This was contrary to Section 37(1) of the Income Tax Act.

Under the circumstances, the Assembly was in breach of law.

3. Construction of the Speaker's House

As reported in the audit of the financial year 2018/2019, the County Assembly of Nakuru entered into a contract for the construction of executive residential/ speaker's house at a contract cost of Kshs.42,649,273.40. Audit verification revealed unapproved variations of the roofing, swimming pool and the pump house. Also, physical verification revealed that the project was behind schedule even after the extension of the contract period by two (2) months. Further, the contract agreement omitted the completion date.

Under the circumstances, value for money has not been achieved due to the delay on completion of the Speaker's House.

3.1 Committee Meetings Held Outside the Assembly

Included in the committee meeting expenses (sitting allowances) are allowances for meetings held outside the Assembly of Kshs.12,575,400. This is contrary to Section 165 of the County Assembly's Standing Orders which states that, a sitting of a committee shall be held at such place, date and time as shall be determined by the chairperson or on a petition made by at least seven members of that Committee but no meeting of a committee may be held outside the precincts of the Assembly without the approval of the speaker.

Under the circumstances, the County Assembly was in breach of the standing orders.

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. Lack of Implementation over Internal Audit Function

Audit review revealed that the work plan for the internal audit function was approved in November, 2019. However, the recommendations from internal audit reports were not implemented despite the Assembly having an Audit Committee.

Consequently, oversight over the work of internal audit was weak.

2. Uncontrolled Fuel and Oils Expenditure

Included in the use of goods and services amount is expenditure on fuel, oil and lubricants of Kshs.2,582,759. However, the fuel usage was not recorded in the individual vehicle work tickets. Also, although the County Assembly had a use of fuel card policy in place, the use of the fuel cards was not restricted to specific vehicles.

To this extent, the controls over fuel management are weak.

3. Lack of Risk Management Policy

The Assembly does not have a risk management strategy in place contrary to Regulation 158 (1) (a) and (b) of the Public Finance Management (County Government) Regulations, 2015 which requires the Accounting Officer to develop risk management strategies, which include fraud prevention mechanism and internal control that builds robust business operations.

Under the circumstances, the risk management, development of strategies and controls may not have been implemented in an orderly manner.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk assessment and overall governance.

In preparing the financial statements, Management is responsible for assessing the County Assembly's ability to continue to sustain its services, disclosing, as applicable,

matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to dissolve the County Assembly or 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, the Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the County Assembly'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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of

the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Assembly's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Assembly to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the County Assembly to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with 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.



Nancy Gathungu
AUDITOR-GENERAL

Nairobi

17 November, 2021

COUNTY ASSEMBLY OF NAKURU

Reports and Financial Statements


For the year ended June 30, 2020


7. FINANCIAL STATEMENTS

7.1. STATEMENT OF RECEIPTS AND PAYMENTS

		2019/20	2018/19
	Note	KES	KES
RECEIPTS			
Transfers from the County Treasury/Exchequer Releases	1	1,168,608,398	1,076,825,789
Other Receipts	2		930,860
TOTAL RECEIPTS		1,168,608,398	1,077,756,649
PAYMENTS			
Compensation of Employees	3	342,592,838	335,214,634
Use of goods and services	4	568,609,109	595,865,447
Subsidies		-	-
Transfers to Other Government Entities	5	16,112,711	7,336,468
Other grants and transfers		-	-
Acquisition of Assets	6	244,696,859	162,280,478
Finance Costs	7	22,924	27,573
TOTAL PAYMENTS		1,172,034,441	1,100,724,600
SURPLUS/DEFICIT		(3,426,043)	(22,967,951)

The financial statements were approved on 4/12/20 2020 and signed by:


 Clerk of the Assembly
 Joseph Mutua Malinda



 Director - Finance, Procurement and Budget
 Jane Njoki Waweru
 ICPAK Member Number: 7941


COUNTY ASSEMBLY OF NAKURU
 Reports and Financial Statements
 For the year ended June 30, 2020

7.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

		2019/20	2018/19
FINANCIAL ASSETS	Note	KES	KES
Cash and Cash Equivalents			
Bank Balances	8	8,358,986	3,976,314
Total Cash and cash equivalents		8,358,986	3,976,314
Accounts receivables – Outstanding Imprests	9	310,000	-
TOTAL FINANCIAL ASSETS		8,668,986	3,976,314
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	10	8,118,714	-
NET FINANCIAL ASSETS		550,272	3,976,314
REPRESENTED BY			
Fund balance b/fwd.	11	3,976,315	26,944,266
Surplus/Deficit for the year		(3,426,043)	(22,967,951)
NET FINANCIAL POSITION		550,272	3,976,315

The financial statements were approved on 4/12/ 2020 and signed by:



 Clerk of the Assembly
 Joseph Mutua Malinda



 Director - Finance, Procurement and Budget
 Jane Njoki Waweru
 ICPAK Member Number: 7941

7.3. STATEMENT OF CASH FLOWS

		2019/20	2018/19
	Note	KES	KES
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	1,168,608,398	1,076,825,789
Other Receipts		-	930,860
Payments for operating expenses			
Compensation of Employees	3	(342,592,838)	(335,214,634)
Use of goods and services	4	(568,609,109)	(595,865,447)
Subsidies		-	-
Transfers to Other Government Entities	5	(16,112,711)	(7,336,468)
Finance Costs		(22,924)	(27,573)
Adjusted for:			
Increase in Outstanding Imprest	9	(310,000)	
Accounts Payables – Deposits & Retentions	10	8,118,714	
Net cash flows from operating activities		249,079,530	139,312,527
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	6	(244,696,859)	(162,280,478)
Net cash flows from investing activities		(244,696,859)	(162,280,478)
NET INCREASE IN CASH AND CASH EQUIVALENTS		4,382,671	(22,967,951)
Cash and cash equivalent at BEGINNING of the year	8	3,976,315	26,944,266
Cash and cash equivalent at END of the year		8,358,986	3,976,315

The financial statements were approved on 4/12 2020 and signed by:


 Clerk of the Assembly
 Joseph Mutua Malinda


 Director - Finance, Procurement and Budget
 Jane Njoki Waweru
 ICPAK Member Number: 7941

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	KES	KES	KES	KES	KES
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	1,233,131,843	9,000,000	1,242,131,843	1,168,608,398	93%
TOTAL	1,233,131,843	9,000,000	1,242,131,843	1,168,608,398	93 %
PAYMENTS					
Compensation of Employees	381,362,637	(30,000,000)	351,362,637	342,592,838	98%
Use of goods and services	591,906,599	10,000,000	601,906,599	568,609,109	94%
Transfers to Other Government Entities				16,112,711	
Acquisition of Assets	259,662,607	29,000,000	288,662,607	244,696,859	85%
Finance Costs	200,000	-	200,000	22,924	11 %
Other Payments		-			
TOTAL	1,233,131,843	9,000,000	1,242,131,843	1,172,034,441	93 %

The deficit of ksh 3,424,043 was as a result of retention money withheld by Assembly that had not been acknowledged in the F/Y 2018/2019. The same was paid in FY 2019/2020

The financial statements were approved on 4/12/ 2020 and signed by:



Clerk of the Assembly
 Joseph Mutua Malinda





Director - Finance, Procurement and Budget
 Jane Njoki Waweru
 ICPAK Member Number: 7941

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization Difference
	KES	KES	KES	KES	
RECEIPTS					
Transfers from the County Treasury/ Exchequer Releases	973,469,236	(20,000,000)	953,469,236	934,113,206	98 %
Proceeds from Sale of Assets					
Other Receipts					
TOTAL	973,469,236	(20,000,000)	953,469,236	934,113,206	98 %
PAYMENTS					
Compensation of Employees	381,362,637	(30,000,000)	351,362,637	342,592,838	98 %
Use of goods and services	591,906,599	10,000,000	601,906,599	568,609,109	94%
Subsidies					
Transfers to Other Government Entities				16,112,711	
Other grants and transfers					
Social Security Benefits					
Acquisition of Assets					
Finance Costs	200,000		200,000	22,924	11 %
Other Payments					
TOTAL	973,469,236	(20,000,000)	953,469,236	927,337,583	97 %

The financial statements were approved on 4/12/ 2020 and signed by:


Clerk of the Assembly
Joseph Mutua Malinda



Director - Finance, Procurement and Budget
Jane Njoki Waweru
ICPAK Member Number: 7941


COUNTY ASSEMBLY OF NAKURU
 Reports and Financial Statements
 For the year ended June 30, 2020

7.6. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS:
 DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	KES	KES	KES	KES	KES
RECEIPTS					
Transfers from the County Treasury/ Exchequer Releases	259,662,607	29,000,000	288,662,607	244,696,859	85%
Proceeds from Sale of Assets					
Other Receipts					
TOTAL	259,662,607	29,000,000	288,662,607	244,696,859	85%
PAYMENTS					
Compensation of Employees					
Use of goods and services					
Subsidies					
Transfers to Other Government Entities					
Other grants and transfers					
Social Security Benefits					
Acquisition of Assets	259,662,607	29,000,000	288,662,607	244,696,859	85%
Finance Costs					
Other Payments					
TOTAL	259,662,607	29,000,000	288,662,607	244,696,859	85%
SURPLUS/ DEFICIT					

The financial statements were approved on 4/12/20 2020 and signed by:


 Clerk of the Assembly
 Budget
 Joseph Mutua Malinda


 Director - Finance, Procurement and
 Jane Njoki Waweru
 ICPAK Member Number: 7941

1.1. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	KShs	KShs	KShs	KShs	KShs
Programme 1 Administrative					
Compensation of Employees	144,419,171	-	144,419,171	129,737,339	14,681,832
Use of Goods and services	229,576,599	-	229,576,599	224,358,731	5,217,868
Transfer to Other Government entities				16,112,711	(16,112,711)
Acquisition of Assets	249,912,607	29,000,000	278,912,607	244,696,859	34,215,748
Sub - Total	623,908,377	29,000,000	652,908,377	614,905,640	38,002,737
Programme 2 Legislative Services					
Compensation of Employees	236,943,466	-	236,943,466	212,855,499	24,087,967
Use of Goods and services	372,280,000	(20,000,000)	352,280,000	344,273,302	8,006,698
Acquisition of Assets	-	-	-	-	
Sub - Total	609,223,466	(20,000,000)	589,223,466	557,128,801	32,094,665
Total	1,233,131,843	9,000,000	1,242,131,843	1,172,034,441	70,097,402

1.2. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The statement of assets and liabilities, although not a requirement of the IPSAS Cash Standard, has been included to disclose information on receivables and payables.

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

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

2. Reporting entity

The financial statements are for the Nakuru County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

Transfers from the Exchequer/ County Treasury

Transfer from Exchequer is recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Other Receipts

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

b) Recognition of payments

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

Compensation of employees

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

Use of goods and services

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

Acquisition of Fixed Assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

4. In-kind contributions

In-kind contributions are donations that are made to the *Nakuru County Assembly* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *Nakuru County Assembly* includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. Third Party Payments

This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program; a donor may pay directly for construction of a given market etc. There were no payments made by third parties on behalf of the Nakuru County Assembly in the FY 2019/20.

6. Cash and cash equivalents

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

Restriction on cash

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2020, this amounted to KES 8,118,714.00

7. Accounts Receivable

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

8. Accounts Payable

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

9. Non-current assets

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

10. Pending bills

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

11. Contingent Liabilities

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships,

The Nakuru County Assembly does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

12. Contingent Assets

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

13. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *Nakuru County Assembly's* budget was approved as required by Law. The County Assembly approved the original budget on 24th June, 2019 for the period 1st July 2019 to 30 June 2020 as required by law. There were three number of supplementary budgets passed in the year. The supplementary budgets were approved on 24th December, 2019, 8th April, 2020 and 24th June, 2020. A high-level assessment of the Nakuru County Assembly 's actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

14. Comparative figures

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

15. Subsequent events

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

16. Errors

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

17. Related party transactions

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

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

1.3. NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from the County Treasury/Exchequer Releases

	2019/20	2018/19
	KES	KES
Transfers from the County Treasury for Q1	157,656,970	156,480,477
Transfers from the County Treasury for Q2	279,698,749	292,973,013
Transfers from the County Treasury for Q3	369,584,302	275,767,595
Transfers from the County Treasury for Q4	361,668,377	351,604,704
Cumulative Amount	1,168,608,398	1,076,825,789

2. OTHER RECEIPTS

	2019/20	2018/19
	KES	KES
Salary Refund	-	930,860
Total	-	930,860

COUNTY ASSEMBLY OF NAKURU
 Reports and Financial Statements
 For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. COMPENSATION OF EMPLOYEES

	2019/20	2018/19
	KES	KES
Basic salaries of permanent employees	68,488,759	65,621,252
Superannuation Fund /Gratuity	27,649,416	27,685,213
House allowance	19,492,048	18,952,040
Responsibility Allowance	19,598,000	16,878,800
Commuter Allowance	43,885,947	46,331,869
Pension and other social security contributions	225,200	207,400
Provident Fund Contributions	11,905,317	10,784,910
Gross Pay {Members of County Assembly}	143,105,182	140,274,756
Other personnel payments	8,242,969	8,478,395
Total	342,592,839	335,214,634

4. USE OF GOODS AND SERVICES

	2019/20	2018/19
	KES	KES
Utilities, supplies and services	47,557,975	11,611,760
Communication, supplies and services	2,060,560	2,993,672
Domestic travel and subsistence	112,244,308	117,200,531
Foreign travel and subsistence	42,260,275	41,846,500
Printing, advertising and information supplies & services	13,069,715	19,332,801
Rentals of produced assets	3,925,166	78,880,110
Training expenses	17,462,736	23,860,662
Hospitality supplies and services	33,170,548	122,935,749
Insurance costs	32,555,641	28,947,715
Specialized materials and services	7,138,355	5,546,552
Office and general supplies and services	18,982,933	12,699,067
Membership Fees, Dues and Subscriptions to Professional and Trade Bodies	6,041,950	4,023,049
Legal Dues/fees, Arbitration and Compensation Payments	20,511,273	10,957,341
Committee Meeting Expenses (Sitting Allowances)	84,835,095	82,516,091
Other operating expenses	113,204,407	16,196,553
Routine maintenance – vehicles and other transport equipment	3,005,544	5,172,135
Routine maintenance – other assets	7,999,869	6,072,259
Fuel Oil and Lubricants	2,582,759	5,072,900
Total	568,609,109	595,865,447

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2019/20	2018/19
	KES	KES
Transfers to County Revenue Fund	1,112,711	7,336,468
Transfer to Mortgage and car Loan Fund	15,000,000	
TOTAL	16,112,711	7,336,468

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. ACQUISITION OF ASSETS

Non- Financial Assets	2019/20	2018/19
	KES	KES
Refurbishment of Buildings	1,960,440	16,088,211
Construction of Buildings	208,842,836	129,149,662
Chambers Configuration		9,050,371.00
Construction of Buildings – Hansard Equipments	26,285,705	2,629,720
Purchase of Household Furniture and Institutional Equipment	390,323	235,400
Purchase of Office Furniture and General Equipment	309,354	280,597
Purchase of ICT Equipment, Software and Other ICT Assets	6,908,201	4,846,517
Total	244,696,859	162,280,478

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCE COSTS

	2019/20	2018/19
	KES	KES
Bank Charges	22,924	27,573
Total	22,924	27,573

8. CASH AND BANK BALANCES

Bank, Account No. & Currency	Account Type	2019/20	2018/19
		KES	KES
<i>Co-operative Bank Acc. No. 01141506140000 KES</i>	Recurrent Acc	-	33,680
<i>Co-operative Bank Acc. No. 01141493959300 KES</i>	Development Acc	-	2,824,363
<i>Central Bank of Kenya Acc No. 1000239778 KES</i>	Recurrent Acc	13,232	1,068
<i>Central Bank of Kenya Acc No. 1000285281 KES</i>	Development Acc	226,153	1,086,346
<i>Central Bank of Kenya Acc No. 1000285273 KES</i>	Deposit Acc	8,118,714	-
<i>Family Bank Acc. No. 01800071948</i>	Imprest Acc	887	30,857
Total		8,358,986	3,976,314

9. ACCOUNTS RECEIVABLE

Description	2019/20	2018/19
	KES	KES
Government Imprests	310,000	-
Total	310,000	-

COUNTY ASSEMBLY OF NAKURU**Reports and Financial Statements****For the year ended June 30, 2020**

10. ACCOUNTS PAYABLE

Description	2019/20	2018/19
Retentions – Edmar Enterprises Ltd	1,000,328	
- Amber Construction Ltd	7,118,386	
Total	8,118,714	-

11. FUND BALANCE BROUGHT FORWARD

Description	2019/20	2018/19
	KES	KES
Bank Accounts	8,358,986	3,976,314
Cash in hand	-	
Accounts Receivables	310,000	
Accounts Payables	(8,118,714)	
Total	550,272	3,976,314

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. NET CHANGES IN ACCOUNTS PAYABLES

Description of the error	2019 – 2020	2018 - 2019
	KES	KES
Outstanding Imprest as at 1 st July 2019	-	
Imprest issued during the year	21,237,859	
Imprest surrendered during the Year	(20,927,859)	
Net changes in account receivables	310,000	

13. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description of the error	2019 – 2020	2018 - 2019
	KES	KES
Deposit and Retentions as at 1 st July 2019	-	-
Deposit and Retentions held during the year	23,551,546	
Deposit and Retentions paid during the Year	(15,432,832)	
Net changes in account payables	8,118,714	-

1.4. OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	KES	KES	KES	KES
Construction of buildings	-	297,167,616	261,067,459	36,100,157
Construction of buildings – Retention	21,020,180	2,531,366	15,432,832	8,118,714
Committee Sitting Allowances	-	89,152,395	84,835,095	4,317,300
Supply of goods	4,233,118	49,920	4,233,118	49,920
Supply of services	32,136,908	37,071,376	27,678,536	41,529,748
Total	57,390,206	425,972,673	393,247,040	90,115,839

2. RELATED PARTY DISCLOSURES

The following comprise of related parties to the County Assembly:

- The seventy-eight Members of County Assembly;
- Key management personnel in the Assembly that includes the Clerk of the Assembly and Heads of departments;
- The County Executive;
- County Ministries and Departments;
- Other County Government entities including corporations, funds and boards;
- The National Government;
- Other County Governments; and

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

- State Corporations and Semi-Autonomous Government Agencies.

Related party transactions:

	2019- 2020	2018- 2019
	KES	KES
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	222,472,920	200,184,221
Key Management Compensation (Clerk and Heads of departments)	13,817,160	12,236,160
Total Compensation to Key Management	236,290,080	212,420,381
Transfers to related parties		
Transfers to other County Assembly Car Loan and Mortgage Fund	15,000,000	-
Transfer To County Revenue Fund	1,112,711	-
Total Transfers to related parties	16,112,711	-
Transfers from related parties		
Transfers from the County Executive- Exchequer	1,168,608,398	1,076,825,789
Total Transfers from related parties	1,168,608,398	1,076,825,789

COUNTY ASSEMBLY OF NAKURU

Reports and Financial Statements

For the year ended June 30, 2020

3. PROGRESS ON FOLLOW UP ON PRIOR YEAR AUDITOR'S RECOMMENDATIONS

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

The Assembly has not yet received a signed audit reports for FY 2018/2019. The issues will be addressed once a signed copy will be received.

Clerk of the County Assembly

Sign. 

Date. 4/12/2020

COUNTY ASSEMBLY OF NAKURU
 Reports and Financial Statements
 For the year ended June 30, 2020

ANNEXES

ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19
	A	B	C	d=a+b-c	
Construction of buildings					
Construction of Office Block Phase II		25-11-19	154,820,066	-	
Construction of Office Block Phase II consultancy		04-03-19	26,274,065	17,659,351	
Construction of Speakers House		14-05-18	29,708,343	10,237,800	
Proposed External Refurbishment of Old Office Block		23-11-18	9,903,953	5,198,617	
Chamber Configuration		19-03-18	14,075,327	3,004,389	
Sub-Total	-		261,067,459	36,100,157	
Construction of buildings - Retentions					
Arcon Works Limited	15,432,832		15,432,832		
Edmar Enterprises Ltd		1,000,328		1,000,328	
Amber Construction Ltd	5,587,348	1,531,038		7,118,386	
Sub-Total	21,020,180	2,531,366	15,432,832	8,118,714	
Supply of goods					
Weston Hotel and others	4,233,118		4,233,118		
Kinamba Evans Enterprises		7TH-05-2018	-	8,120.00	
Kinamba Evans Enterprises		7TH-05-2018	-	41,800.00	
Sub-Total	4,233,118		4,233,118	49,920	
Supply of services					
Committee sitting allowances	-	15-30/06/2020	84,835,095	4,317,300	
Sub-Total			84,835,095	4,317,300	
Supply of services					
Capabuil Ltd		8TH-01- 2019	-	521,130	
Getso Consultants Ltd		6TH-12-2019	-	1,365,000	
Postal Corporation Of Kenya		7TH-07-2019	-	1,790	

COUNTY ASSEMBLY OF NAKURU

Reports and Financial Statements

For the year ended June 30, 2020

Supplier of Goods or Services	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19
Weston Hotel		1ST-11-2018	-	154,000	
Hotel La Mada		1ST-01-2020	-	105,000	
The Ole-Ken Hotel		1ST-11-2018	-	32,000	
Klacciqal International		18TH-12-2019	-	76,300	
Klacciqal International		1ST-03-2020	-	155,500	
Klacciqal International		30TH-04-2020	-	267,850	
Klacciqal International		30TH-04-2020	-	1,019,350	
Dt Dobie		25TH-02-2020	-	40,758	
Samar Auto Garage Ltd		1ST-10-2018	-	29,580	
Rift Motors Ltd		1ST-10-2019	-	73,706	
Jaichi Motors		1ST-10-2018	-	21,576	
Onpoint Cleaners Ltd		7TH-11-2019	-	939,600	
MIRUGI KARIUKI & CO ADVOCATE	6,740,000.00		3,600,000	3,140,000	
MIRUGI KARIUKI & CO ADVOCATE	1,960,000.00		800,000	360,000	
MIRUGI KARIUKI & CO ADVOCATE	2,656,000.00		-	852,000	
MIRUGI KARIUKI & CO ADVOCATE	1,452,000.00		600,000	252,000	
MIRUGI KARIUKI & CO ADVOCATE	869,000.00		500,000	369,000	
MIRUGI KARIUKI & CO ADVOCATE	2,197,250.00		1,600,000	597,250	
MIRUGI KARIUKI & CO ADVOCATE	2,650,000.00		-	3,460,000	
MIRUGI KARIUKI & CO ADVOCATE	895,000.00		300,000	595,000	
MIRUGI KARIUKI & CO ADVOCATE	995,000.00		500,000	495,000	
MIRUGI KARIUKI & CO ADVOCATE	408,750.00		-	918,150	
GORDON OGOLA & CO. ADVOCATES	2,436,000.00		1,300,000	1,336,000	
GORDON OGOLA & CO. ADVOCATES	3,152,000.00		600,000	1,952,000	
GORDON OGOLA & CO. ADVOCATES	3,016,000.00		100,000	2,706,000	
GITHIRU & CO ADVOCATES			2,550,000	3,259,700	
MUNENE CHEGE & CO. ADVOCATE			3,657,283	4,343,005	
GORDON OGOLA & CO. ADVOCATES	2,520,000.00		200,000	2,320,000	
MIRUGI Kariuki & co Advocates			7,500,000	1,325,000	
MIRUGI Kariuki & co Advocates			2,500,000	1,908,000	
B.O AKANG'O ADVOCATES	189,908		1,000,000	3,238,500	
GORDON OGOLA & CO. ADVOCATES			-	3,100,000	
Samuel Tonui C/O Mirugi Kariuki			371,253	200,003	
Sub-Total	32,136,908		27,678,536	41,529,748	
Grand Total	57,390,206		393,247,040	90,115,839	

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KES) 2018/19	Additions during the year (KES)	Disposals during the year (KES)	Transfers in/(out)	Historical Cost c/f (KES) 2019/20
Land, Buildings and structures	383,782,964	237,086,981			620,869,945
Transport equipment	70,201,950	-			70,898,273
Office equipment, furniture and fittings	29,484,519	2,715,500			32,200,019
ICT Equipment, soft-wares and other ICT assets	22,375,630	4,892,378			27,268,008
Other Machinery and Equipment	15,995	-			15,995
Total	505,861,058	244,694,859			751,252,240

ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KES)	Additions during the year (KES)	Disposals during the year (KES)	Transfers in/(out)	Historical Cost c/f (KES)
	2018/19	(KES)	(KES)		2019/20
Land, Buildings and structures	383,782,964	237,086,981			620,869,945
Transport equipment	70,201,950	-			70,898,273
Office equipment, furniture and fittings	29,484,519	2,715,500			32,200,019
ICT Equipment, soft-wares and other ICT assets	22,375,630	4,892,378			27,268,008
Other Machinery and Equipment	15,995	-			15,995
Total	505,861,058	244,694,859			751,252,240

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

ANNEX 3 – ANALYSIS OF OUTSTANDING IMPRESTS

Government Imprest Holders

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>KES</i>	<i>KES</i>	<i>KES</i>
LILY CHELANGAT	2-Jun-20	100,000.00		100,000.00
WINNIE NGIGI	2-Jun-20	100,000.00		100,000.00
MONICA WANGARI NGANGA	2-Jun-20	60,000.00		60,000.00
MARTHA ALWANGA	12-Jun-20	50,000.00		50,000.00
<i>Total</i>		310,000.00		310,000.00

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

ANNEX 7-BANK RECONCILIATION

COUNTY GOVERNMENT OF NAKURU
BANK RECONCILIATION STATEMENT AS AT 16TH JULY 2020

NAKURU COUNTY ASSEMBLY RECURRENT -Account number : '1000239878 CENTRAL BANK OF KENYA

	Sh.	cts.	Sh.	cts.
BALANCE AS PER BANK STATEMENT AS AT 16TH JULY 2020			13,232.20	
LESS:- Payments in cash book not yet recorded in Bank Statement (Unpresented Cheques)			0.00	
Add:- Receipts in Bank Statement Not yet recorded in Cashbook			0.00	
			13,232.20	

BALANCE AS PER CASH BOOK AS AT 16TH JULY 2020

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct.

JANE WAWERU

Director Financial Services, Budget and procurement

Signature

Date

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)					
CHEQUE			PAYEE	AMOUNT	
no	date			Sh.	cts.
			SUB TOTAL	0.00	

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK					
CHEQUE			PAYEE	AMOUNT	
no	date			Sh.	cts.
			SUB TOTAL	0.00	

4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT					
CHEQUE			PAYEE	AMOUNT	
no	date			Sh.	cts.
			SUB TOTAL	0.00	0.00

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

COUNTY GOVERNMENT OF NAKURU
BANK RECONCILIATION STATEMENT AS AT 16TH JULY 2020

NAKURU COUNTY ASSEMBLY RECURRENT -Account number : '018000071948 FAMILY BANK

BALANCE AS PER BANK STATEMENT AS AT 16TH JULY 2020

LESS:- Payments in cash book not yet recorded in Bank Statement (Unpresented Cheques)
 Add:- Receipts in Bank Statement Not yet recorded in Cashbook

Sh.	cts.	Sh.	cts.
		700,887.00	
		700,000.00	
		0.00	
		887.00	

BALANCE AS PER CASH BOOK AS AT 16TH JULY 2020

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct.

JANE WAWERU

Director Financial Services, Budget and procurement

Signature

Date

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)					
no	CHEQUE		PAYEE	AMOUNT	
	date			Sh.	cts.
000477	16-Jul-20		FINANCE OFFICER	700,000.00	0
					0
			SUB TOTAL	700,000.00	0.00

2. RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK					
no	CHEQUE		PAYEE	AMOUNT	
	date			Sh.	cts.
				-	
				-	
			SUB TOTAL	0.00	

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK					
no	CHEQUE		PAYEE	AMOUNT	
	date			Sh.	cts.
				-	
			SUB TOTAL	0.00	

4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT					
no	CHEQUE		PAYEE	AMOUNT	
	date			Sh.	cts.
			SUB TOTAL	0.00	0.00

COUNTY ASSEMBLY OF NAKURU
Reports and Financial Statements
For the year ended June 30, 2020

COUNTY GOVERNMENT OF NAKURU
BANK RECONCILIATION STATEMENT AS AT 16TH JULY 2020

NAKURU COUNTY ASSEMBLY DEPOSIT -Account number : '1000285273 CENTRAL BANK OF KENYA

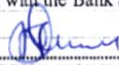
	Sh.	cts.	Sh.	cts.
BALANCE AS PER BANK STATEMENT AS AT 16TH JULY 2020			8,118,713.60	
Less:- Payments in cash book not yet recorded in Bank Statement (Unpresented Cheques)			0.00	
Add:- Receipts in Bank Statement Not yet recorded in Cashbook			0.00	
			8,118,713.60	

BALANCE AS PER CASH BOOK AS AT 16TH JULY 2020

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct.

JANE WAWERU

Director Financial Services, Budget and procurement



Signature

16/7/20

Date

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

	CHEQUE		PAYEE	AMOUNT	
	no	date		Sh.	cts.
					0
					0
			SUB TOTAL	0.00	0.00

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

	CHEQUE		PAYEE	AMOUNT	
	no	date		Sh.	cts.
			SUB TOTAL	0.00	

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

	CHEQUE		PAYEE	AMOUNT	
	no	date		Sh.	cts.
			SUB TOTAL	0.00	

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

	CHEQUE		PAYEE	AMOUNT	
	no	date		Sh.	cts.
			SUB TOTAL	0.00	0.00

COUNTY GOVERNMENT OF NAKURU

BANK RECONCILIATION STATEMENT AS AT 16TH JULY 2020

3
NAKURU COUNTY ASSEMBLY DEVELOPMENT -ACCOUNT NUMBER : '1000285281 CENTRAL BANK OF KENYA

BALANCE AS PER BANK STATEMENT AS AT 16TH JULY 2020

Sh.	cts.	Sh.	cts.
		226,153	30
		0.00	
		0.00	
		226,153	30

Less:- Payments in cash book not yet recorded in Bank Statement (Unpresented Cheques)

Add:- Receipts in Bank Statement Not yet recorded in Cashbook

BALANCE AS PER CASH BOOK AS AT 16TH JULY 2020

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct.

JANE WAWERU

Signature

Date 16/7/20

Director Financial Services, Budget and procurement

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

CHEQUE no	CHEQUE date	PAYEE	Sh.	cts.	AMOUNT
					0
					0
SUB TOTAL				0.00	0.00

2. RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASH

BOOK no	CHEQUE date	PAYEE	Sh.	cts.	AMOUNT
SUB TOTAL				0.00	

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH

BOOK no	CHEQUE date	PAYEE	Sh.	cts.	AMOUNT
SUB TOTAL				0.00	

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

BOOK no	CHEQUE date	PAYEE	Sh.	cts.	AMOUNT
SUB TOTAL				0.00	0.00