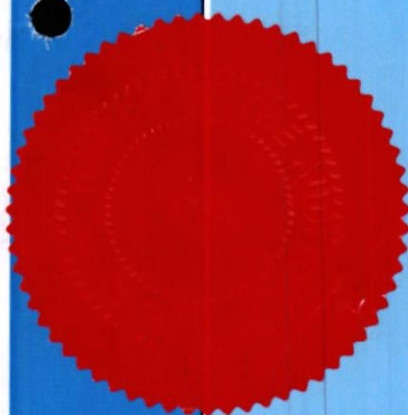


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THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF KISUMU

FOR THE YEAR ENDED
30 JUNE, 2020



COUNTY ASSEMBLY KISUMU

AMENDED 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)

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

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1. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The County Assembly is constituted as per the constitution of Kenya is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes 35 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards. The MCAs are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

(b) Key Management

The *entity's* day-to-day management is under the following key organs:

- (i) The County Assembly Service Board
- (ii) The Clerk.
- (ii) The Heads of Departments.

(c) Fiduciary Management

The key management personnel who held office during the year ended 30th June 2019 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	-Owen Odhiambo Ojuok
2.	Finance Officer	-Felix Owuor
3.	Procurement Officer	-Edwin Ouma Kisia
4.	Speaker	-Elisha Jack Oraro

(d) Fiduciary Oversight Arrangements

The Controller of Budget

The Controller of Budget has a fiduciary Oversight role of the County Government/Assembly under article 228(5) of the Constitution of Kenya 2010 by approving withdrawal from the public fund only when satisfied that the withdrawal is authorised by law.

Internal Audit Department

The internal audit department of the Assembly ensures that the internal controls exist and are adhered to.

COUNTY ASSEMBLY OF KISUMU
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For the year ended June 30, 2020

Finance Committee

The finance committee of the County Assembly has a fiduciary responsibility of ensuring public funds are utilised in accordance with the law.

-

(e) Entity Headquarters

P.O. Box 86 - 40100
ADC Building
Uhuru Road
Kisumu, KENYA

(f) Entity Contacts

Telephone: (254) 796173314
E-mail: kisumuassembly@gmail.com
Website: www.kisumuassembly.go.ke

(g) Entity Bankers

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

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

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(j) Independent Legal Advisors

- RODI OREGGE AND COMPANY – P. O. BOX 19640, KISUMU
- OKONGO WANDAGO AND COMPANY ADVOCATES – P. O. BOX 1387, KSM
- S. M. ONYANGO AND ASSOCIATES – P. O. BOX 2864, KISUMU
- WASUNA AND COMPANY ADVOCATES – P.O. BOX 1760, KISUMU

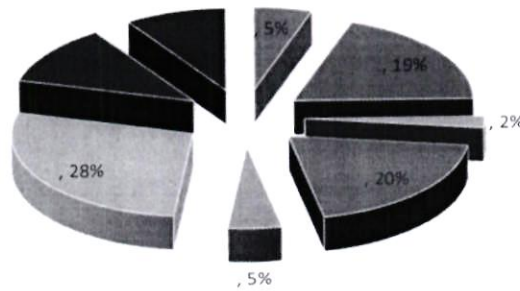
COUNTY ASSEMBLY OF KISUMU
Amended Reports and Financial Statements
For the year ended June 30, 2020

2. FORWARD BY THE CLERK OF THE ASSEMBLY

Budget allocation

This gross budget was allocated in the budget programmes as outlined in the chart below;

Approved Budget Allocation
KShs



- Financial Services
- Budget Formulation & Coordination Services
- SP1 County Assembly Service board
- Representation & Public Participation Services
- General Administration
- Legislation & oversight services
- SP2 Committee Services
- Cultural Promotion Services

Key Performance Highlights

Financial Performance Summary

Actual Performance against Budget for Year to 30th June 2020

Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation Difference to Final Budget
	a	b	c=a+b	d	e=d-c	f=d/c %
RECEIPTS						
Total Receipts	774,802,036	(57,880,542)	716,921,494	709,070,900	7,850,594	99%
Payments						
	774,802,036	(57,880,542)	716,921,494	707,837,365	9,084,129	99%

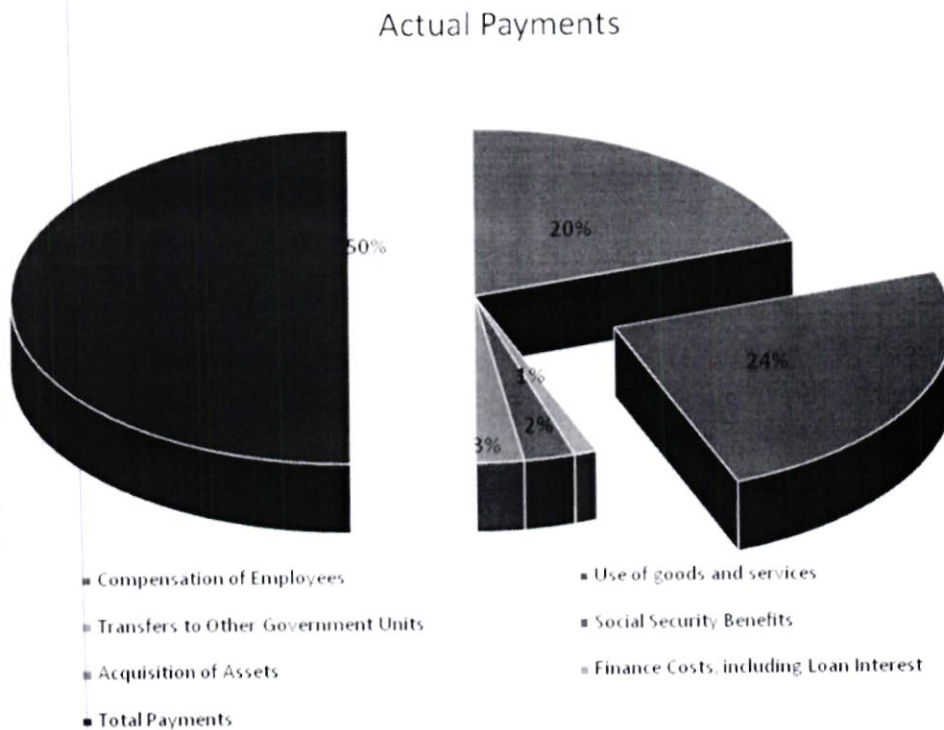
Actual receipts by the County Assembly stood at 1% below budget while actual payments were 1% below budget. This is attributable to underutilization of budget allocation for some votelines occasioned by Covid-19 pandemic

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

Budget Utilisation

The County Assembly spent **KShs. 707,837,365** against an approved budget of **KShs. 716,921,494** representing absorption of **99%**. Utilisation of the budget was carried out through various activities (economic classifications) as shown in the Table herein:

Budget utilization as per economic items



It should be noted 25% of budget allocation for the County Assembly was used on procurement of goods/services and operations, 50% for personnel emoluments, 20% on gratuity and 1%

Receipts

The County Assembly receipts mainly comprise of exchequer releases from the National Treasury. During the financial year 2019/ 2020, the County Assembly received a total of Kshs. 709,070,900 relating to exchequer releases from National Treasury. This is an increase of 3.6% of total receipts compared Kshs. 684,802,036 received in

COUNTY ASSEMBLY OF KISUMU
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	2019-2020 Kshs	2018-2019 Kshs
RECEIPTS		
Transfers from National Treasury	709,070,900	684,802,036
TOTAL REVENUES	709,070,900	684,802,036

Payments:

The total payments for the FY 2019/20 were Kshs. 707,837,365 representing 6.6% increase compared to Kshs. 680,658,368 spent in the FY 2018/19.

The payments for FY 2019/20 are as follows: -

	Actual Payments
Compensation of Employees	287,555,780
Use of goods and services	351,161,392
Transfers to Other Government Units	15,000,000
Social Security Benefits	35,479,397
Acquisition of Assets	18,401,629
Finance Costs, including Loan Interest	239,168
Total Payments	707,837,365

Cash and Bank Balance

Bank balances decreased by 67% as a result of efficiency of the operations during the year.

	2019-2020 Kshs	2018-2019 Kshs
FINANCIAL ASSETS		
Cash and Cash Equivalents		
Bank Balances	2,808,347	4,143,668
Cash Balances	-	-
Total Cash And Cash Equivalents	2,808,347	4,143,668

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

These include;

We experienced a number of IFMIS challenges while doing auto bank reconciliation hence we couldn't run the FO 30 from the system.

Delay in exchequer releases affected the budget absorption rate since some planned projects couldn't be implemented on time.

Sign 
 Clerk of the County Assembly

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

3. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETRMINED OBJECTIVES

Introduction

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

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

Below were the expected outputs of the assembly in FY 19/20

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhanced professional development of MCAs - MCAs were trained/benchmarked with a number of County Assemblies including the Senate on how they can effectively deliver on their three mandates i.e legislations, representation and oversight.	Increased ability of MCA in legislation	10 bills were passed in the County Assembly during the Financial Year; 1. The Kisumu County Finance Bill, 2019 2. The Kisumu County Roads Bill, 2019 3. The Kisumu County Transport Bill, 2019 4. The Kisumu County Health Bill, 2019 5. The Kisumu County Crop Bill, 2019 6. The Kisumu County Fisheries and Aquaculture Bill, 2019 7. The Kisumu County Law Enforcement Service Bill, 2019 8. The Kisumu County Appropriation Bill, 2019 9. 1 st The Kisumu County Supplementary Appropriation Bill, 2019	In the Financial year under review, MCAs were trained on Legislative procedures and public participation procedures.

COUNTY ASSEMBLY OF KISUMU
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			10. 2 nd The Kisumu County Supplementary Appropriation Bill, 2019	
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	60% increase in efficient Assembly operation	County Assembly of Kisumu standing orders were reviewed and resulted to increase deliberations in the house



4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

The County Assembly of Kisumu is the Legislative arm of the County Government of Kisumu responsible for the formulation of laws that regulate the conduct and activities within the county and provide oversight

The Assembly undertook the following during the Financial Year:

1. Sustainability strategy and profile -

The Assembly has a working Service Board, chaired by the Speaker, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes 35 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards.

The County Assembly Service Board meets at least twice a week. This has built synergy and effective coordination in the implementation and delivery of planned programmes and projects. The reporting and follow up is done to ensure all agreed actions point are implemented within the stipulated timelines. Issue of good governance and accountability have been adopted by the Board to ensure that assembly does good legislation, effective oversight, zero tolerance to corruption practices, payment of outstanding pending bills and reduction of Audit queries.

2. Environmental performance

The Assembly has facilitated the formulation of Kisumu county waste management act which is yet to be operationalized. Currently, Bill on Kisumu county Climate change 2020 has gone through public participation and is on its final stage of enactment.

3. Employee welfare

The County Assembly recognizes the need for training and development of all its members and employees. Each financial year Assembly prioritized a considerable budget to facilitate the activity: However the Assembly is yet to operationalize a structured training where return on investment can be evidenced by a number of trainings undertaken in a financial year. Recruitment is a key component in the Assembly Human Resource Manual. The manual incorporate provisions of the constitution, new labour law and other legislation among other set standards, principals and values in hiring. Stakeholders' engagement is evidenced from the initial stages of declaring interests where Heads of Departments are invited: External stakeholders are engaged at the advertisement level through at least two newspapers of a wide circulation. The external technical officers are also captured at the selection and interview of the staff for a more responsive outcome.

The Assembly developed and implemented employee welfare and wellness programmes in the work place which included:

- i.) Medical camps for the staff;
- ii.) Voluntary counselling and testing for the staff;

COUNTY ASSEMBLY OF KISUMU
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4. Market place practices-

The county assembly of Kisumu maintains good business practises with the suppliers by informing them about our processes during tendering/ registration i.e from advertisement to debriefing stage. Advertisement is usually done via at least two newspapers dailies with wide national circulation particularly for open tenders. We also involve the tenderers in competitive bidding by giving quotation to at least three bidders when procuring items with the threshold of quotation method. When notification of award is issued to the winning bidder, the unsuccessful bidders are also notified via regret letters where reasons for failure are stated and they are informed of who won that tender and the reasons thereof. Just like we like timely actions on our sides, suppliers also like prompt payments on their side. For this reason, the County Assembly of Kisumu made a deliberate effort and paid all the suppliers whom we contracted in FY 2019/2020.

5. Community Engagements

County Assembly of Kisumu has actively been involved in CSR in the community through engagement of football tournaments at the ward level and community cleanup events.

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

5. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

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

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

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

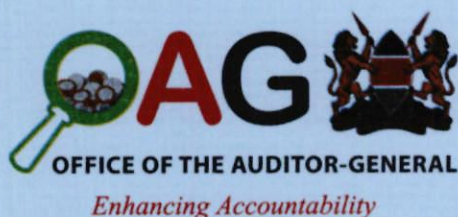
The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 30th September 2020.



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 KISUMU 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 Kisumu set out on pages 1 to 21 which comprise of the statement of financial assets and liabilities as at 30 June, 2020, statement of receipts and payments, statement of cash flows and the 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 Kisumu 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 Governments Act, 2012 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

As disclosed in Note 2 to the financial statements, the statements of receipts and payments reflects a balance of Kshs.287,555,780 in respect of compensation of employees which includes personal allowances paid as part of salary amounting to Kshs.119,496,096. However, the Integrated Financial Management Information System (IFMIS) report reflects an amount of Kshs.77,040,344 as County Assembly attendance allowances, while the Integrated Personnel and Payroll Database (IPPD) payroll indicates an amount of Kshs.53,147,140 as sitting allowances to the Members of the County Assembly (MCAs). The three sets of records have not been reconciled.

Consequently, the accuracy and completeness of personal allowances of Kshs.119,496,096 for the year ended 30 June, 2020 could not be confirmed.

2. Use of Goods and Services

As disclosed in Note 13 to the financial statements, the statement of receipts and payments reflects an amount of Kshs.351,161,392 in respect of use of goods and services. However, review of the expenditure under the various components revealed the following unsatisfactory matters: -

- i. The balance includes routine maintenance-vehicle and other transport equipment balance of Kshs.5,060,000 out of which the Management paid a service provider an extra Kshs.222,604 in respect of repair and maintenance for a vehicle. However, supporting documents were not provided for audit review.
- ii. Management paid foreign traveling allowance of Kshs.239,025 to a Member of County Assembly while on a study tour on leadership and governance in Addis Ababa – Ethiopia from 11 – 16 December, 2019. However, records availed showed that the MCA was in Ethiopia for only two (2) days whose allowances was Kshs.89,610 resulting to unsupported overpayment of Kshs.149,415.
- iii. The balance includes other operating expenses balance of Kshs.71,119,549 which includes an amount of Kshs.10,160,783 paid as legal fees. However, Management did not provide supporting documents such as procurement process records and the contract.
- iv. Included in the balance of rentals of produced assets of Kshs.24,667,958 is an amount of Kshs.5,450,885 paid to a company for rent and other charges for lease of offices. However, Management did not provide procurement documents such as tender committee minutes, advertisements, letter of acceptance of offer and needs assessment report for audit review.
- v. Management paid an amount of Kshs.810,000 for a three (3) days conference. However, review of the supporting invoice and the bank details, revealed that the payee was different from the firm which provided the services. Management did not provide explanation for the inconsistency.

In the circumstances, the accuracy and validity of the expenditure amounting to Kshs.Kshs.351,161,392 under use of goods and services 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 Kisumu Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts: recurrent and development combined reflects total expenditure budget of Kshs.716,921,494 against actual expenditure of Kshs.707,837,365 resulting to under absorption of Kshs.9,084,129. However, although the County Assembly registered an overall 99% budget absorption, under development vote, only Kshs.12,202,560 was spent against an approved budget of Kshs.20,000,000, resulting to an under expenditure of Kshs.7,797,440 or 39%. Management did not provide any reason for the under expenditure.

The underperformance in the development budget affected the acquisition of assets and impacted negatively on service delivery to the public.

2. Pending Accounts Payables

Annexures 1, 2 and 3 under other disclosures in the financial statements reflects accounts payables (pending bills) amounting to Kshs.61,160,148 which includes non-interest debts of Kshs.44,872,631 borrowed from County Assembly of Kisumu Car Loan and Mortgage but had not been settled during the year under review and were carried forward to 2020/2021.

Failure to settle the bills during the year to which they relate affects the provisions of services for the subsequent year to which they have to be charged.

3. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular Reference No. AG.4/16/3 Vol.1(9) dated 24 June, 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 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-Compliance with Law on Ethnic Composition

During the year under review, the total number of employees of County Assembly was eighty-nine (89) out of whom eighty (80) or 97 % were members of the dominant ethnic community in the County. This is contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which states that, “all public offices shall seek to represent the diversity of the people of Kenya in employment of staff and that no public institution shall have more than one third of its staff establishment from the same ethnic community”.

Consequently, Management is in breach of the law.

2. Non-Compliance with the Law on Fiscal Responsibility - Wage Bill

The statements of receipts and payments reflects an expenditure of Kshs.287,555,780 on compensation of employees representing 49% of the total receipts of Kshs.709,070,900. This is contrary to the provisions of Regulation 25(1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which limits the County Executive`s expenditure on wages and benefits to not more than 35% of the total revenue for the year.

Consequently, Management is in breach of the law.

3. Compliance with the Human Resource Policies and Procedures

As disclosed in Note 13 to the financial statements, the statement of receipts and payments reflects an amount of Kshs.351,161,392 in respect of use of goods and services. The balance includes hospitality supplies and services of Kshs.27,434,484 which further includes an amount of Kshs.1,156,848 that was paid as meal allowances to officers who worked beyond official hours. However, it was observed that the officers were working within their duty stations yet they were paid accommodation allowance (per diem allowance) alongside the meal allowances. This is contrary to Section C.17(1) of Human Resource Policies and Procedures manual for the Public Service, 2016 which states that; meal allowance will only be paid to officers travelling on duty within the country but who are not required to spend a night away from the permanent duty station and that meal allowance will not be paid alongside accommodation allowance.

Consequently, the Management was in breach of the law.

4. Compliance with the Public Procurement and Asset Disposal Act, 2015

The Management floated three (3) quotations on 21 April, 2020 to three (3) firms for a comprehensive insurance cover for three (3) motor vehicles. The lowest evaluated bidder quoted Kshs.211,342 premiums per month. However, the Management awarded the tender to the highest bidder who quoted Kshs.215,360 without justification contrary to Section 82(1) of the Public Procurement and Disposal Act, 2015 which stipulated that the successful tenderer shall be the lowest evaluated bidder.

Consequently, the Management was in breach of the law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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. Incomplete Fixed Assets Register

Annex 4 - summary of fixed assets register in the notes to the financial statements reflects a value of Kshs.94,166,418 on fixed asset as at 30 June, 2020. However, the balances could not be confirmed as Management had not updated the assets register and had also omitted the values of the assets and their dates of acquisition. Further, various assets both at the County Assembly and in the Ward offices were not coded for ease of verification.

Consequently, the Management lack effective internal controls to safeguard the fixed assets.

2. Weak Internal Control on Payroll Management

Review of Human resource data indicated that Management was processing both salaries and deductions directly through the bank and not through the salary control

account. This is contrary to section 6.3 of the County Financial Accounting and Reporting Manual which defines the basic procedures to be followed while preparing, recording and accounting for personnel expenditure from the monthly payroll preparation through IPPD to documents filing and archiving. This is aimed at providing accurate and reliable data in the management of personnel records and references.

In the circumstances, Management has not instituted internal control mechanism to ensure accurate and credible payroll data but relies on a third-party system with little or no control.

3. Lack of Implementation of a Strategic Plan

The County Assembly had a Strategic Plan running from 2013-2017 which had identified risk factors and mitigation measures such as lack of adequate resources to meet the funding requirements, staff capacity and low public participation among others. However, the Management did not implement the strategic plan. Further, it was noted that the County Assembly did not formulate a new strategic plan even after the expiry of the 2013-2017 Strategic Plan.

In the circumstances, it has not been possible to determine the existence of an effective governance intervention to facilitate achieving the strategic objectives.

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the County Assembly monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and 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 policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgment 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

02 December, 2021


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

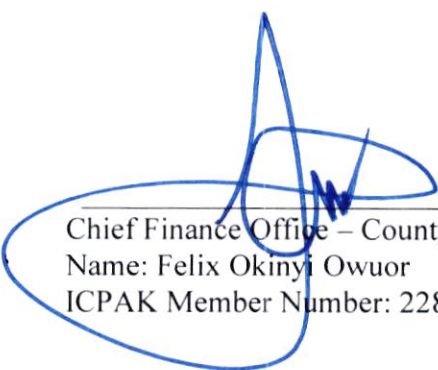
7. FINANCIAL STATEMENTS

STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2019-2020	2018-2019
		Kshs	Kshs
RECEIPTS			
Transfers from National Treasury	1	709,070,900	684,802,036
TOTAL REVENUES		709,070,900	684,802,036
PAYMENTS			
Compensation of Employees	2	287,555,780	269,731,741
Use of goods and services	3	351,161,392	343,723,810
Transfers to other Government Units	4	15,000,000	1,503,656
Social Security Benefits	5	35,479,397	32,441,175
Acquisition of Assets	6	18,401,629	21,169,900
Other Payments	7	-	12,088,086
Finance costs	8	239,168	-
TOTAL PAYMENTS		707,837,365	680,658,368
SURPLUS/DEFICIT		1,233,535	4,143,668

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30th September 2020 and signed by:


 Clerk of the Assembly
 Name: Owen Odhiambo Ojuok


 Chief Finance Officer – County Assembly
 Name: Felix Okinyi Owuor
 ICPAK Member Number: 22874

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

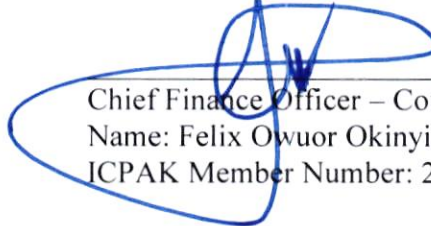
7.1. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

	2019-2020	2018-2019
	Kshs	Kshs
FINANCIAL ASSETS		
Cash and Cash Equivalents		
Bank Balances	2,808,347	4,143,668
Cash Balances	-	-
Total Cash And Cash Equivalents	2,808,347	4,143,668
Accounts receivables	-	-
TOTAL FINANCIAL ASSETS	2,808,347	4,143,668
Accounts Payables – Deposits and retentions	1,574,122	-
NET FINANCIAL ASSETS	1,234,225	4,143,668
REPRESENTED BY		
Fund balance b/fwd	4,143,668	3,477,327
Surplus/Deficit for the year	1,233,535	4,143,668
Prior year adjustments	(4,142,978)	(3,477,326)
NET FINANCIAL POSSITION	1,234,225	4,143,668

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30th September 2020 and signed by:



Clerk of the Assembly
Name: Owen Odhiambo Ojuok



Chief Finance Officer – County Assembly
Name: Felix Owuor Okinyi
ICPAK Member Number: 22874

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

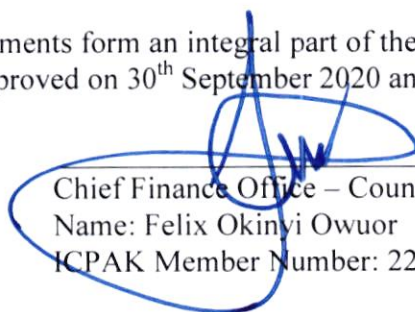
7.2. STATEMENT OF CASH FLOWS

	Note	2019-2020	2018-2019
		Kshs	Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Transfers from National Treasury	1	709,070,900	684,802,036
		709,070,900	684,802,036
Payments for operating expenses			
Compensation of Employees	2	287,555,780	269,731,741
Use of goods and services	3	351,161,392	343,723,810
Transfers to other Government Units	4	15,000,000	1,503,656
Social Security Benefits	5	35,479,397	32,441,175
Other Payments	7	-	12,088,086
Finance costs	8	239,168	
		689,435,736	659,488,468
Adjusted for:			
Changes in receivables	15	-	3,457,838
Changes in payables	14	1,574,122	-
Adjustments during the year	13	(4,142,978)	(3,477,326)
Net cashflow from operating activities		17,066,308	25,294,079
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	6	(18,401,629)	(21,169,900)
Net cash flows from Investing Activities		(18,401,629)	(21,169,900)
CASHFLOW FROM BORROWING ACTIVITIES			
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(1,335,321)	4,124,179
Cash and cash equivalent at BEGINNING of the year		4,143,668	19,489
Cash and cash equivalent at END of the year		2,808,347	4,143,668

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30th September 2020 and signed by:



Clerk of the Assembly
Name: Owen Odhiambo Ojuok



Chief Finance Officer – County Assembly
Name: Felix Okinyi Owuor
ICPAK Member Number: 22874

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

Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation Difference to Final Budget
	a	b	c=a+b	d	e=d-c	f=d/c %
RECEIPTS						
Exchequer releases	774,802,036	(57,880,542)	716,921,494	709,070,900	7,850,594	99%
Total Receipts	774,802,036	(57,880,542)	716,921,494	709,070,900	7,850,594	99%
Payments						
Compensation of Employees	298,936,893	(11,932,461)	287,004,432	287,555,780	- 551,348	100%
Use of goods and services	333,183,604	19,757,989	352,941,593	351,161,392	1,780,201	99%
Transfers to Other Government Units	15,000,000	-	15,000,000	15,000,000	-	100%
Social Security Benefits	29,481,539	6,000,000	35,481,539	35,479,397	2,142	100%
Acquisition of Assets	97,200,000	(70,946,000)	26,254,000	18,401,629	7,852,371	70%
Finance costs	1,000,000	(760,070)	239,930	239,168	762	100%
	774,802,036	(57,880,542)	716,921,494	707,837,365	9,084,129	99%

Notes

Underutilization on acquisition of assets of 81% was as a result delay in the procurement process and the Covid 19 pandemic.

There were *changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23 amounting to kshs.57,880,542*

The entity financial statements were approved on 30th September 2020 and signed by:

Owen Odhiambo Ojuok

Clerk of the Assembly
 Name: Owen Odhiambo Ojuok

Felix Okinyi Owuor

Chief Finance Office – County Assembly
 Name: Felix Okinyi Owuor
 ICPAK Member Number: 22874

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

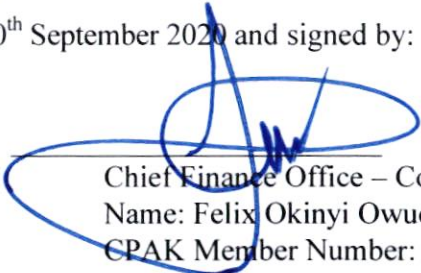
Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation Difference to Final Budget
	a	b	c=a+b	d	e=d-c	f=d/c %
RECEIPTS						
Exchequer releases	684,802,036	12,119,458	696,921,494	696,868,340	53,154	100%
Total Receipts	684,802,036	12,119,458	696,921,494	696,868,340	53,154	100%
Payments						
Compensation of Employees	298,936,893	(11,932,461)	287,004,432	287,555,780	- 551,348	100%
Use of goods and services	333,183,604	19,757,989	352,941,593	351,161,392	1,780,201	99%
Transfers to Other Government Units	15,000,000	-	15,000,000	15,000,000	-	100%
Social Security Benefits	29,481,539	6,000,000	35,481,539	35,479,397	2,142	100%
Acquisition of Assets	7,200,000	(946,000)	6,254,000	6,199,069	54,931	99%
Finance costs	1,000,000	(760,070)	239,930	239,168	762	100%
	684,802,036	12,119,458	696,921,494	695,634,805	1,286,689	100%

Notes:

There were changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23 amounting to kshs. 12,119,458

The entity financial statements were approved on 30th September 2020 and signed by:


 Clerk of the Assembly
 Name: Owen Odhiambo Ojuok


 Chief Finance Office – County Assembly
 Name: Felix Okinyi Owuor
 CPAK Member Number: 22874

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


Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation Difference to Final Budget
	a	b	c=a+b	d	e=d-c	f=d/c %
RECEIPTS						
Exchequer releases	90,000,000	(70,000,000)	20,000,000	12,202,560	7,797,440	61%
Total Receipts	90,000,000	(70,000,000)	20,000,000	12,202,560	7,797,440	61%
Payments						
Acquisition of Assets	90,000,000	(70,000,000)	20,000,000	12,202,560	7,797,440	61%
	90,000,000	(70,000,000)	20,000,000	12,202,560	7,797,440	61%

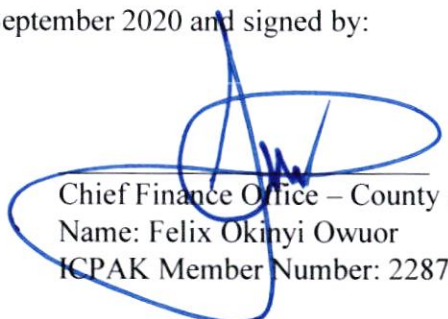
Notes:

The underutilization of 61% on Acquisition of Assets is due to lack of Exchequer from the National Treasury, result delay in the procurement process and the Covid 19 pandemic

There were changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23 amounting to kshs. 70,000,000

The entity financial statements were approved on 30th September 2020 and signed by:


 Clerk of the Assembly
 Name: Owen Odhiambo Ojuok


 Chief Finance Office – County Assembly
 Name: Felix Okinyi Owuor
 ICPAK Member Number: 22874

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**Reports and Financial Statements
For the year ended 30 June 2020**

7.6. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Program	Sub Program	Description	Approved	Actual Payments	Variance
203005073			38,111,312	38,053,364	57,948
	203035060	Financial Services	38,111,312	38,053,364	57,948
701005073			139,833,740	139,205,707	628,033
	701035060	General	139,833,740	139,205,707	628,033
705005073			15,998,320	15,998,318	2
	705055060	Budget	15,998,320	15,998,318	2
708005073			142,208,526	142,206,162	2,364
	708015060	Legislation &	142,208,526	142,206,162	2,364
710005073			315,793,623	307,400,635	8,392,988
	710015060	SP1 County	34,925,557	34,923,073	2,484
	710025060	SP2 Committee	197,321,266	189,125,522	8,195,744
	710035060	Representation &	83,546,800	83,352,040	194,760
905005073			64,975,973	64,973,179	2,794
	905015060	Cultural	64,975,973	64,973,179	2,794
		Grand Total	716,921,494	707,837,365	9,084,129

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the County budgets which are programmatic. Ensure this document is accurately presented to enable consolidation with other County Entities).

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

Tax receipts

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

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.

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

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 *entity* 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 *entity* 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.

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. Cash and cash equivalents

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

Restriction on cash

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

There were no other restrictions on cash during the year.

6. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or 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 entity fixed asset register a summary of which is provided as a memorandum to these financial statements.

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

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 *entity* at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

10. Budget

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

11. Comparative figures

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

12. Subsequent events

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

13. Errors

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

14. Related party transactions

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

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

7.8. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM THE COUNTY TREASURY/EXCHEQUER RELEASES

Description and reference of the transfer	2019-2020	2018-2019
	Kshs	Kshs
1st quarter transfer	-	129,000,000
2nd quarter transfer	292,020,350	162,000,000
3rd quarter transfer	184,562,170	149,000,000
4th quarter transfer	232,488,380	244,802,036
Total	709,070,900	684,802,036

The exchequer received during the year was kshs.709,070,900 against a budget of kshs. 716,921,494 resulting to a balance of ksh. 7,850,594

2. COMPENSATION OF EMPLOYEES

This relates to the compensation paid to employees. The balance comprises of staff salaries, allowances, social security contributions and other personnel related payments

	2019-2020	2018-2019
	Kshs	Kshs
Basic salaries of permanent employees	161,791,856	167,570,615
Basic wages of temporary employees	3,170,579	-
Personal allowances paid as part of salary	119,496,096	96,992,878
Personal allowances paid as reimbursements	3,097,249	5,168,248
Total	287,555,780	269,731,741

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

3. USE OF GOODS AND SERVICES

The balance relates to the cost incurred on general office supplies, air tickets, subsistence allowances, cost of services, routine maintenance of assets and other expenditure incurred on a recurring basis.

	2019-2020 Kshs	2018-2019 Kshs
Utilities, supplies and services	185,000	743,000
Communication, supplies and services	2,022,834	400,000
Domestic travel and subsistence	121,931,361	131,797,907
Foreign travel and subsistence	15,602,278	33,989,995
Printing, advertising and information supplies & services	11,274,974	8,965,412
Rentals of produced assets	24,667,958	42,315,009
Training expenses	15,513,384	15,192,823
Hospitality supplies and services	27,434,484	26,290,739
Insurance costs	32,622,090	32,083,768
Specialised materials and services	1,262,700	999,550
Office and general supplies and services	13,026,676	6,275,417
Other operating expenses	71,119,549	38,251,659
Routine maintenance – vehicles and other transport equipment	5,060,000	3,613,427
Fuel Oil and Lubricants	3,000,000	1,995,202
Routine maintenance – Other Assets	6,438,104	809,902
Total	<u>351,161,392</u>	<u>343,723,810</u>

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

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. TRANSFERS TO OTHER GOVERNMENT ENTITIES

This refers to the payments meant for facilitation of gender mainstreaming activities; women leadership trainings and workshops

	2019-2020 Kshs	2018-2019 Kshs
Transfer to other government Units		1,503,656
Car loan and Mortgage	15,000,000	-
Total	15,000,000	1,503,656

5. SOCIAL SECURITY BENEFITS

This balance relates to social security benefits contributed by the County Assembly on behalf of its employees. The benefits include employer contribution to National Social Security Fund (NSSF).

	2019-2020 Kshs	2018-2019 Kshs
Government pensions and Retirement Benefits	35,479,397	32,441,175
Total	35,479,397	32,441,175

6. ACQUISITION OF ASSETS

This refers to the development expenditure incurred by the County Government. This has been classified in terms of the assets acquired by the County Assembly in the year

	2019-2020 Kshs	2018-2019 Kshs
Construction of Building	12,202,560	-
Purchase of Vehicles and Other Transport Equipment	-	14,225,900
Purchase of Office Furniture and General Equipment	2,053,700	5,800,000
Purchase of Air Conditioners, Fans and Heating Appliances	-	150,000
Purchase of ICT Equipment	4,145,369	994,000
Total	18,401,629	21,169,900

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

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. OTHER PAYMENTS

The balance relates to cost incurred in settling pending bills from prior periods

	2019-2020 Kshs	2018-2019 Kshs
Budget Reserves	-	12,088,086
Total	-	12,088,086

8. FINANCE COSTS

Finance costs refer to bank charges incurred on the County Assembly bank accounts and interest charged on borrowings

	2019-2020 Kshs	2018-2019 Kshs
Bank Charges	239,168	-
Total	239,168	-

9. CASH AND BANK BALANCES

9A. BANK BALANCES

The balances refer to cash and cash equivalent balances held as at 30th June in all the County Assembly's bank account

Name of Bank, Account No. & currency	Indicate whether recurrent, Development, deposit, revenue, CRF e.t.c	2019-2020	2018-2019
		Kshs	Kshs
<i>KCB Operations Account, & Ksh.</i>	Reccurent	40	4,142,978
<i>Central Bank Of Kenya, & ksh.</i>	Reccurent	1,234,185	690
<i>Central Bank Of Kenya, & ksh.</i>	Development	-	-
<i>Central Bank Of Kenya, & ksh.</i>	Deposit	1,574,122	-
Total		2,808,347	4,143,668

All bank accounts operated by the County Assembly have been included in this note.



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

9B. CASH IN HAND

Cash in hand refers to cash balances held by the cash offices within the County Assembly as at 30th June.

	2019-2020 Kshs	2018-2019 Kshs
Cash in Hand – Held in domestic currency	-	-
Total	-	-

There was no cash held at the end of the period

Cash in hand should be analysed as follows:

Cash in hand should also be analysed as follows:				2019-2020 Kshs	2018-2019 Kshs
Location 1 -				-	-
Total				-	-

There was no cash held at the end of the period

10. ACCOUNTS RECEIVABLE

	2019-2020 Kshs	2018-2019 Kshs
Receivables - Outstanding Imprests	-	-
Staff Advances	-	-
Total	-	-

Receivables and Advances were surrendered during the year.

11. ACCOUNTS PAYABLES

The balance refers to deposits received from suppliers as at 30th June. These deposits are refundable upon completion of the contracts

	2019-2020 Kshs	2018-2019 Kshs
Deposits and retentions	1,574,122	-
Total	1,574,122	-

This as basically relates to contractors Retention Monies withheld during the year. An analysis of the same as been appended as an annexure to the financial statements.

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

12. FUND BALANCE BROUGHT FORWARD

Fund balance brought forward comprise refer to the closing fund balance as at end of the previous year which is carried forward to the following year

	2019-2020 Kshs	2018-2019 Kshs
Bank accounts	4,143,668	19,489
Cash in hand	-	-
Receivables	-	3,457,838
Payables - Deposits	-	-
Total	4,143,668	3,477,327

13. PRIOR YEAR ADJUSTMENT

	Balance b/f FY 2019/2020 as per Financial statements Kshs	Adjustments Kshs	Adjusted Balance b/f FY 2019/2020 Kshs
Bank account Balances	4,143,668	(4,142,978)	690
Cash in hand	-	-	-
Receivables	-	-	-
Total	4,143,668	(4,142,978)	690

Relates to bank balances swept to the CRF resulting to a reduction in the fund balance brought forward.

14. CHANGES IN RECEIVABLE

Description of the error	2019 - 2020 KShs	2018 - 2019 KShs
Outstanding Imprest as at 1 st July 2019 (A)	-	-
Imprest issued during the year (B)	97,117,219	139,865,444
Imprest surrendered during the Year (C)	97,117,219	139,865,444
Net changes in account receivable D= A+B-C	-	-

15. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description of the error	2019 - 2020 KShs	2018 - 2019 KShs
Deposit and Retentions as at 1 st July 2019 (A)	-	-
Deposit and Retentions held during the year (B)	1,574,122	-
Deposit and Retentions paid during the Year (C)	-	-
Net changes in account payables D= A+B-C	1,574,122	-

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

16.1 OTHER DISCLOSURES

1. RELATED PARTY DISCLOSURES

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS. The following comprise of related parties to the County Assembly.

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

Related party transactions:

	2019- 2020	2018- 2019
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	177,398,412	116,989,384.00
Key Management Compensation(Clerk and Heads of departments)	9,558,872	152,472,357.00
Total Compensation to Key Management	186,957,284	269,371,741.00
Transfers to related parties		
Transfers to other County Government Entities such as car and mortgage schemes	15,000,000	-
Total Transfers to related parties	15,000,000	-
Transfers from related parties		
Transfers from the County Executive- Exchequer	709,070,900	684,802,036
Payments made on behalf of the County Assembly by other Government Agencies	-	-
(Insert any other transfers received)	-	-
Total Transfers from related parties	709,070,900	684,802,036

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

16.2 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)
1.1	Irregular Payment of Honoraria Allowance	This matter is under investigation by the EACC however, the management has ceased any payment of such allowances without consultation with SRC and strictly adhering to SRC circulars in payment of allowances.	Mr. Owen Ojuok – Clerk of the Assembly	Resolved	30 th June 2020
1.2	Irregular Rental Expenditure	Lease agreement has been signed by the Assembly and the landlords for the nominated MCAs ward offices and the process in ongoing to sign lease agreements for the elected MCAs ward offices	Mr. Owen Ojuok – Clerk of the Assembly	Not Resolved	30 th June 2021
1	Budget Control and Performance	Several meetings have been held between the Assembly management and the County treasury regarding timely release of funds for development budget of the Assembly. Discussion has also been done by the national treasury regarding timely release of funds which they acknowledged promise to adhere to	Mr. Owen Ojuok – Clerk of the Assembly	Resolved	30 th June 2020

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Clerks Chambers

Senate

NAIROBI

16th February, 2022

PAPERS LAID

Mr. Speaker Sir, I beg to lay the following Papers on the Table of the Senate, today, 16th February, 2022-

1. Report of the Auditor General on the financial statement of County Executive of Murangá for the year ended 30th June, 2020;
2. Report of the Auditor General on the financial statement of County Assembly of Murangá for the year ended 30th June, 2020;
3. Report of the Auditor General on the financial statement of County Executive of Samburu for the year ended 30th June, 2020;
4. Report of the Auditor General on the financial statement of County Assembly of Samburu for the year ended 30th June, 2020;
5. Report of the Auditor General on the financial statement of County Executive of Nyandarua for the year ended 30th June, 2020;
6. Report of the Auditor General on the financial statement of County Assembly of Nyandarua for the year ended 30th June, 2020;
7. Report of the Auditor General on the financial statement of County Executive of Baringo for the year ended 30th June, 2020;
8. Report of the Auditor General on the financial statement of County Assembly of Baringo for the year ended 30th June, 2020;
9. Report of the Auditor General on the financial statement of County Executive of Migori for the year ended 30th June, 2020;
10. Report of the Auditor General on the financial statement of County Assembly of Migori for the year ended 30th June, 2020;

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11. Report of the Auditor General on the financial statement of the Executive of Kakamega for the year ended 30th June, 2020;
12. Report of the Auditor General on the financial statement of the Assembly of Kakamega for the year ended 30th June, 2020;
13. Report of the Auditor General on the financial statement of County Executive of Nakuru for the year ended 30th June, 2020;
14. Report of the Auditor General on the financial statement of County Assembly of Nakuru for the year ended 30th June, 2020;
15. Report of the Auditor General on the financial statement of County Executive of Trans Nzoia for the year ended 30th June, 2020;
16. Report of the Auditor General on the financial statement of County Assembly of Trans Nzoia for the year ended 30th June, 2020;
17. Report of the Auditor General on the financial statement of County Executive of Homabay for the year ended 30th June, 2020;
18. Report of the Auditor General on the financial statement of County Assembly of Homabay for the year ended 30th June, 2020;
19. Report of the Auditor General on the financial statement of County Executive of Tharaka Nithi for the year ended 30th June, 2020;
20. Report of the Auditor General on the financial statement of County Assembly of Tharaka Nithi for the year ended 30th June, 2020;
21. Report of the Auditor General on the financial statement of County Executive of Kisumu for the year ended 30th June, 2020;
22. Report of the Auditor General on the financial statement of County Assembly of Kisumu for the year ended 30th June, 2020;
23. Report of the Auditor General on the financial statement of County Executive of Kajiado for the year ended 30th June, 2020;
24. Report of the Auditor General on the financial statement of County Assembly of Kajiado for the year ended 30th June, 2020;
25. Report of the Auditor General on the financial statement of County Executive of Uasin Gishu for the year ended 30th June, 2020;

26. Report of the Auditor General on the financial statement of County Assembly of Uasin Gishu for the year ended 30th June, 2020;
27. Report of the Auditor General on the financial statement of County Executive of Turkana for the year ended 30th June, 2020;
28. Report of the Auditor General on the financial statement of County Assembly of Turkana for the year ended 30th June, 2020;
29. Report of the Auditor General on the financial statement of County Executive of Tana River for the year ended 30th June, 2020;
30. Report of the Auditor General on the financial statement of County Assembly of Tana River for the year ended 30th June, 2020;
31. Report of the Auditor General on the financial statement of County Assembly of Kericho for the year ended 30th June, 2020;

(The Senate Majority Leader)

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

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)
2	Pending Bills	Non payment of pending bills results from delay in exchequer releases and failure by the county treasury to meet revenue targets. Discussion has been held between the Assembly management and the county treasury together with National treasury to avert such incidences.	Mr. Owen Ojuok – Clerk of the Assembly	Resolved	30 th June 2020
1.0	Unutilized lease of office premises	The management has since negotiated and reviewed the previous lease agreement by settling on only one floor which is currently in use thereby cutting down on rental cost significantly. The building now houses offices of Public Relation, Budget, Procurement, Human Resource, and Board Members.	Mr. Owen Ojuok – Clerk of the Assembly	Resolved	8 th May 2020
2.1	Non-Compliance with public finance management(County Government) Regulations, 2015	The management is working on modalities to bring its wage bill down. This includes regularising and restructuring of house committees	Mr. Owen Ojuok – Clerk of the Assembly	Not Resolved	30 th June 2021
2.2	Non – Compliance to Ethnic Composition	The Assembly inherited most of its staff from defunct local authority where most of their staff was predominantly from the local community. However the	Mr. Owen Ojuok – Clerk of the Assembly	Not Resolved	30 th June 2021

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

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)
		management has committed to adhere to the National Cohesion and Integration Commission Act, 2008 for its future recruitment			
	Non – Issue of Imprest warrant to Officers	The Assembly is now fully on IFMIS and all payments to individual and suppliers are through IFMIS. Imprest is given to individual upon request.	CPA Felix Owuor – Principal Finance Officer	Resolved	30 th June 2020

Guidance Notes:

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

Clerk of the County Assembly

Sign. Owen Gushiki

Date: 30th September 2020

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

OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	-	-	(-)	-
Construction of civil works	-	-	(-)	-
Supply of goods	6,139,091	900,000	(6,139,091)	900,000
Supply of services	-	13,397,095	(-)	13,397,095
Total	6,139,091	14,297,096	(6,139,091)	14,297,095

2. PENDING STAFF PAYABLES (See Annex 2)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Others	-	416,300	(-)	416,300
Total	-	416,300	(-)	416,300

3. OTHER PENDING PAYABLES (See Annex 3)

	Balance b/f FY 2018/2019	Additions for the period	Paid during the year	Balance c/f FY 2019/2020
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to third parties	-	1,574,122	(-)	1,574,122
Amount due to Car and Mortgage	-	44,872,631		44,872,631
Total	-	46,446,753	(-)	46,446,753

COUNTY ASSEMBLY OF KISUMU
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For the year ended 30 June 2020

ANNEXES

ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

	NAME	DESCRIPTION	AMOUNT
1	STAR NEWSPAPER	VARIOUS ADVERTISEMENTS	653,108.30
2	NATION MEDIA GROUP	VARIOUS ADVERTISEMENTS	585,700
3	ENVAG ASSOCIATES	PREPARATION OF STRATEGIC PLAN	950,000
4	JOVENTURE HOTEL	FULL DAY CONFERENCE	234,900
5	LAFUND	VOLUNTARY CONTRIBUTION FOR WARD STAFF	253,500
7	PIONEER MCAS	GRATUITY	10,719,887
			13,397,095
7	INTERBRAND AFRICA AGENCY	SUPPLY OF BOTTLED WATER	300,000
8	NEPRERO ENTERPRISES	SUPPLY OF BOTTLED WATER	300,000
9	NIMODAR ENTERPRISES	SUPPLY OF BOTTLED WATER	300,000
			900,000
			14,297,095

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

ANNEX 2-PENDING STAFF PAYABLES

STAFF CLAIMS		
NAME	DESCRIPTION	AMOUNT
OWEN OJUOK	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	63,000
FELIX OWUOR	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	55,100
EDWIN KISIA	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	55,100
WYCLIFFE OTIENO	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	55,100
ZACHARY OGUTU	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	44,600
ALPHONCE MISACHI	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	44,600
ISAAC NYAKOYO	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	27,100
MOSES ORWA	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	27,100
HERMAN MOSES	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	27,100
EVANS OTIENO	PER DIEM AND TRANSPORT FOR PREPARATION OF PROCUREMENT PLAN	17,500
		416,300

COUNTY ASSEMBLY OF KISUMU
Amended Reports and Financial Statements
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ANNEX 3 – OTHER PENDING PAYABLES

GRENSTONE BUILDING LTD.		
CERTIFICATE NO	DESCRIPTION	AMOUNT
1	Retention in respect to proposed renovation of County Assembly	399,255.00
2	Retention in respect to proposed renovation of County Assembly	451,231.00
3	Retention in respect to proposed renovation of County Assembly	230,570.00
	SUB TOTAL	1,081,056.00
ABELARD ENTERPRISES		
CERTIFICATE NO	DESCRIPTION	AMOUNT
1	Retention in respect to partitioning of Kisumu County Assembly Mega Plaza offices	320,816.00
2	Retention in respect to partitioning of Kisumu County Assembly Mega Plaza offices	172,250.00
	SUB TOTAL	493,066.00
	CAR AND MORTGAGE FUND - Unremitted deducted loans	44,872,631.00
	GRAND TOTAL	46,446,753.00

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2018/19	Additions (Kshs) 2019/20	Historical Cost c/fd (Kshs) 2019/20
Construction of Building	-	12,202,560	12,202,560
Purchase of Vehicles and Other Transport Equipment	28,761,880	-	28,761,880
Purchase of Office Furniture and General Equipment	21,384,422	2,053,700	23,438,122
Purchase of ICT Equipment	25,618,487	4,145,369	29,763,856
Total	75,764,789	18,401,629	94,166,418

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Assembly since its inception. Additions during the year should tie to note 6 on acquisition of assets during the year and subsequently the statement of receipts and payments



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

ANNEX 5 – ANALYSIS OF OUTSTANDING IMPRESTS

No Outstanding imprest during the year.

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

ANNEX 6 – BANK RECONCILIATION/FO 30 REPORT CBK RECURRENT ACCOUNT

REPUBLIC OF KENYA
 COUNTY ASSEMBLY OF KISUMU

F.O 30

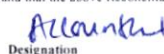
BANK RECONCILIATION
 ACCOUNT NO 1000194747
 as at 30TH JUNE 2020

	SHS	SHS	SHS
Balance as per Bank Certificate			3,200,373.90
Less:			
1. Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	61,666,188.80		61,666,188.80
2. Receipts in Bank Statement not yet recorded in Cash Book			-
Add:			
3. Payments in Bank Statement not yet recorded in Cash Book			-
4. Receipts in Cash Book not yet recorded in Bank Statement	59,700,000.00		59,700,000.00
Bank Balance as per Cash Book			1,234,185.10

Prepared By:

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


Signature


Designation


Date

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)							
HEQUE		AMOUNT		CHEQUE		AMOUNT	
NO	DATE	PAYEE	SHS	NO	DATE	PAYEE	SHS
	30-Jun-20	GEORGE OGUOK	20,000.00		30-Jun-20	JOHNSON GUYA	6,143.20
	30-Jun-20	JOYCE ANASTACIA	20,000.00		30-Jun-20	DAMARIS AKINYI	30,000.00
	30-Jun-20	DAMARIS AKINYI	20,000.00		30-Jun-20	JOYCE ANASTACIA	30,000.00
	30-Jun-20	JACK ODONGO	20,000.00		30-Jun-20	GEORGE OGUOK	30,000.00
	30-Jun-20	LUCY AKINYI SANDE	20,000.00		30-Jun-20	ESTHER OLANGO	30,000.00
	30-Jun-20	VIVIAN AKINYI OLUOCH	20,000.00		30-Jun-20	ROSELINE ACHIENG OLOO	30,000.00
	30-Jun-20	SYLVIA MARUTI	20,000.00		30-Jun-20	VIVIAN AKINYI OLUOCH	30,000.00
	30-Jun-20	ROSELINE ACHIENG OLOO	20,000.00		30-Jun-20	LUCY OCHIENG ODUOR	30,000.00
	30-Jun-20	LUCY OCHIENG ODUOR	20,000.00		30-Jun-20	DANIEL MACHIMBO	30,000.00
	30-Jun-20	ESTHER OLANGO	20,000.00		30-Jun-20	SYLVIA MARUTI	30,000.00
	30-Jun-20	LOREEN AMONDI	20,000.00		30-Jun-20	LOCAL AUTHORITY PROVIDENT FUND	1,350,702.05
	30-Jun-20	DANIEL MACHIMBO	20,000.00		30-Jun-20	WEST KISUMU WARD	107,500.00
	30-Jun-20	JUDITH ACHIENG	20,000.00		30-Jun-20	SOUTH WEST KISUMU WARD	107,500.00
	30-Jun-20	KOBURA WARD	40,000.00		30-Jun-20	MANYATTA B WARD	107,500.00
	30-Jun-20	KOLWA EAST WARD	40,000.00		30-Jun-20	EAST KANO/WAWIDHI WARD	107,500.00
	30-Jun-20	NYALENDA B WARD	40,000.00		30-Jun-20	KALOLENI/SHAURIMOYO WARD	107,500.00
	30-Jun-20	KONDELE WARD	40,000.00		30-Jun-20	KABONYO/KANYAGWAL WARD	107,500.00
	30-Jun-20	MARKET/MILIMANI WARD	40,000.00		30-Jun-20	AWASI WARD	107,500.00
	30-Jun-20	MANYATTA B WARD	40,000.00		30-Jun-20	MIGOSI WARD	107,500.00
	30-Jun-20	WEST KISUMU WARD	40,000.00		30-Jun-20	NORTH SEME WARD	107,500.00
	30-Jun-20	KALOLENI/SHAURIMOYO WARD	40,000.00		30-Jun-20	KOLWA CENTRAL WARD	107,500.00
	30-Jun-20	OMBEBI WARD	40,000.00		30-Jun-20	KAJULU WARD	107,500.00
	30-Jun-20	NORTH WEST KISUMU WARD	40,000.00		30-Jun-20	CENTRAL NYAKACH WARD	107,500.00
	30-Jun-20	KAJULU WARD	40,000.00		30-Jun-20	MASOGO NYANGOMA WARD	107,500.00
	30-Jun-20	SOUTH EAST NYAKACH WARD	40,000.00		30-Jun-20	EAST SEME WARD	107,500.00
	30-Jun-20	NYALENDA A WARD	40,000.00		30-Jun-20	NORTH NYAKACH WARD	107,500.00
	30-Jun-20	KOLWA CENTRAL WARD	40,000.00		30-Jun-20	CHEMELIL/TAMU WARD	107,500.00
	30-Jun-20	SOUTH WEST NYAKACH WARD	40,000.00		30-Jun-20	MIWANI WARD	107,500.00
	30-Jun-20	EAST SEME WARD	40,000.00		30-Jun-20	NYALENDA B WARD	72,500.00
	30-Jun-20	NORTH KISUMU WARD	40,000.00		30-Jun-20	OMBEBI WARD	107,500.00
	30-Jun-20	WEST NYAKACH WARD	40,000.00		30-Jun-20	SOUTH EAST NYAKACH WARD	107,500.00
	30-Jun-20	SOUTH WEST KISUMU WARD	40,000.00		30-Jun-20	MUHORONI WARD	107,500.00
	30-Jun-20	CENTRAL KISUMU WARD	40,000.00		30-Jun-20	SOUTH WEST NYAKACH WARD	107,500.00
	30-Jun-20	CHEMELIL/TAMU WARD	40,000.00		30-Jun-20	WEST NYAKACH WARD	107,500.00
	30-Jun-20	MASOGO NYANGOMA WARD	40,000.00		30-Jun-20	NORTH KISUMU WARD	107,500.00
	30-Jun-20	CENTRAL NYAKACH WARD	40,000.00		30-Jun-20	CENTRAL KISUMU WARD	107,500.00
	30-Jun-20	JOSEPH OTIENO OWUOR	22,400.00		30-Jun-20	AHERO WARD	107,500.00
	30-Jun-20	EDWIN KISIA	28,000.00		30-Jun-20	MARKET/MILIMANI WARD	107,500.00
	30-Jun-20	WEST SEME WARD	40,000.00		30-Jun-20	KONDELE WARD	107,500.00
	30-Jun-20	CENTRAL SEME WARD	40,000.00		30-Jun-20	CENTRAL SEME WARD	107,500.00
	30-Jun-20	EAST KANO/WAWIDHI WARD	40,000.00		30-Jun-20	WEST SEME WARD	107,500.00
	30-Jun-20	NORTH SEME WARD	40,000.00		30-Jun-20	NYALENDA A WARD	107,500.00
	30-Jun-20	MIGOSI WARD	40,000.00		30-Jun-20	KOLWA EAST WARD	107,500.00
	30-Jun-20	AHERO WARD	40,000.00		30-Jun-20	KOBURA WARD	107,500.00
	30-Jun-20	AWASI WARD	40,000.00		30-Jun-20	RAILWAY WARD	107,500.00

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

30-Jun-20	MIWANI WARD	40,000.00	30-Jun-20	NATIONAL SOCIAL SECURITY FUND	5,800.00
30-Jun-20	KABONYO/KANYAGWAL WARD	40,000.00	30-Jun-20	NATIONAL SOCIAL SECURITY FUND	15,600.00
30-Jun-20	MUHORONI WARD	40,000.00	30-Jun-20	NATIONAL HOSPITAL INSURANCE FUND	25,350.00
30-Jun-20	NORTH NYAKACH WARD	40,000.00	30-Jun-20	NATIONAL HOSPITAL INSURANCE FUND	11,050.00
30-Jun-20	KRA	225.70	30-Jun-20	NATIONAL SOCIAL SECURITY FUND	42,000.00
30-Jun-20	FELIX OWUOR	28,000.00	30-Jun-20	NATIONAL SOCIAL SECURITY FUND	13,000.00
30-Jun-20	RAILWAY WARD	40,000.00	30-Jun-20	NATIONAL HOSPITAL INSURANCE FUND	39,000.00
30-Jun-20	ZACHARY ONYANGO OGUTU	111,000.00	30-Jun-20	NATIONAL HOSPITAL INSURANCE FUND	154,800.00
30-Jun-20	MOSES ORWA	22,050.00	30-Jun-20	NATIONAL HOSPITAL INSURANCE FUND	65,300.00
30-Jun-20	MARTHA OTIENO	26,460.00	30-Jun-20	KRA	2,321.55
30-Jun-20	ISAACK NYAKOYO	29,400.00	30-Jun-20	KRA	3,164.50
30-Jun-20	ROSE AINDA	26,460.00	30-Jun-20	ROYAL CITY HOTEL LTD	256,500.00
30-Jun-20	TOYOTA KENYA LTD	12,864.30	30-Jun-20	COMILA CONSTRUCTION COMPANY LTD	29,359.90
30-Jun-20	JOSEPH OTIENO OWUOR	44,800.00	30-Jun-20	RJ AUTO SERVICES K LTD	169,026.60
30-Jun-20	FELIX OWUOR	56,000.00	30-Jun-20	SHALOM HOTEL LTD	11,793.10
30-Jun-20	KRA	5,122,615.05	30-Jun-20	ROYAL CITY HOTEL LTD	142,500.00
30-Jun-20	KRA	5,132.20	30-Jun-20	CENTRE CAFETERIA JUBAHZ ENTERPRISE	408,434.50
30-Jun-20	KRA	13,817.65	30-Jun-20	CENTRE CAFETERIA JUBAHZ ENTERPRISE	163,137.95
30-Jun-20	KRA	96,520.90	30-Jun-20	LYMO INVESTMENTS	1,315,668.10
30-Jun-20	CRF	9,000.00	30-Jun-20	PRIDE KINGS SERVICES LTD	332,565.50
30-Jun-20	KRA	4,500.00	30-Jun-20	OKONGO WANDAGO AND COMPANY ADVOCATES	1,026,034.50
30-Jun-20	KRA	515.10	30-Jun-20	RODI OREGI AND COMPANY ADVOCATES	678,973.65
30-Jun-20	KRA	2,965.40	30-Jun-20	S.M ONYANGO AND ASSOCIATES	340,944.75
30-Jun-20	KRA	206.90	30-Jun-20	RODI OREGI AND COMPANY ADVOCATES	678,123.90
30-Jun-20	KRA	2,500.00	30-Jun-20	COMILA CONSTRUCTION COMPANY LTD	14,741.40
30-Jun-20	KRA	7,165.50	30-Jun-20	STAR PUBLICATION LTD	218,521.00
30-Jun-20	KRA	2,862.05	30-Jun-20	FAST CHOICE LTD	52,774.15
30-Jun-20	KRA	23,081.90	30-Jun-20	JULIUS GENGA	15,790.20
30-Jun-20	KRA	5,834.50	30-Jun-20	LEIX ENTERPRISES	29,482.75
30-Jun-20	KRA	73,965.50	30-Jun-20	ELYCO MOTORS LTD	137,466.30
30-Jun-20	KRA	48,946.35	30-Jun-20	ELYCO MOTORS LTD	32,087.05
30-Jun-20	KRA	24,578.25	30-Jun-20	LEIX ENTERPRISES	29,482.75
30-Jun-20	KRA	48,885.10	30-Jun-20	WASUNA AND COMPANY ADVOCATES	353,133.10
30-Jun-20	KRA	258.60	30-Jun-20	ROYAL CITY HOTEL LTD	10,260.00
30-Jun-20	KRA	3,833.70	30-Jun-20	DEVCELINE ENTERPRISES	294,827.60
30-Jun-20	KRA	925.85	30-Jun-20	ESTHER OBONYO	14,773.00
30-Jun-20	KRA	517.25	30-Jun-20	NORTH WEST KISUMU WARD	107,500.00
30-Jun-20	KRA	2,411.70	30-Jun-20	KENNETH OTIENO OPIYO	45,500.00
30-Jun-20	KRA	562.95	30-Jun-20	ERICK AGOLA	85,000.00
30-Jun-20	KRA	517.25	30-Jun-20	RASHID MIRUKA	56,000.00
30-Jun-20	KRA	25,456.90	30-Jun-20	JOSPHINE AMONDI	29,700.00
30-Jun-20	KRA	180.00	30-Jun-20	KRA	9,051.70
30-Jun-20	KRA	5,172.40	30-Jun-20	KRA	9,051.70
30-Jun-20	KRA	227.00	30-Jun-20	KRA	9,051.70
30-Jun-20		299,944.95	30-Jun-20	KRA	9,051.70
30-Jun-20	AOKO ATIENO OLGA	36,000.00	30-Jun-20	KRA	9,051.70
30-Jun-20	OKIRI PAUL	85,000.00	30-Jun-20	KRA	33,620.70
30-Jun-20	EDWIN KISIA	56,000.00	30-Jun-20	KRA	34,137.95
30-Jun-20	JACKTONE OGENDO	56,000.00	30-Jun-20	KRA	17,077.60
30-Jun-20	STEPHENE OWITI	56,000.00	30-Jun-20	THOMEX ENTERPRISES	132,328.45
30-Jun-20	WYCLIFE OTIENO	549,995.00	30-Jun-20	YAPHARICK GENERAL SUPPLIES LTD	180,375.50
30-Jun-20	ARTHUR GOR	111,000.00	30-Jun-20	LOREEN AMONDI	18,000.00
30-Jun-20	JOACHIM OKETCH	56,000.00	30-Jun-20	LOREEN AMONDI	14,500.00
30-Jun-20	PETER ODERO ANDITI	56,000.00	30-Jun-20	NELCO SAGWE	300,000.00
30-Jun-20	FELIX OWUOR	56,000.00	30-Jun-20	BEATRICE ODONGO	85,000.00
30-Jun-20	ZACHARY ONYANGO OGUTU	45,500.00	30-Jun-20	ROSE BARAZA	29,700.00
30-Jun-20	MARK IMBULA	56,000.00	30-Jun-20	GEOFFREY CHEROSE	45,500.00
30-Jun-20	OWEN OJUOK	66,500.00	30-Jun-20	KENNETH ONYANGO	56,000.00
30-Jun-20	GRACE KUNGA	200,000.00	30-Jun-20	NELCO SAGWE	56,000.00
30-Jun-20	GRACE KUNGA	60,000.00	30-Jun-20	EDWIN KISIA	56,000.00
30-Jun-20	NANCY OWITI	36,000.00	30-Jun-20	LILIAN NYAMITA	28,125.00
30-Jun-20	ORANGE DEMOCRATIC MOVEMENT PARTY	210,000.00	30-Jun-20	LILIAN NYAMITA	20,000.00
30-Jun-20	OJUOK PHILEMON	877.60	30-Jun-20	LILIAN NYAMITA	10,000.00
30-Jun-20	GARD OLIMA	7,554.00	30-Jun-20	LILIAN NYAMITA	20,000.00
30-Jun-20	DAVID AYIEKO	12,000.00	30-Jun-20	LILIAN NYAMITA	15,000.00
30-Jun-20	MAURINE MBOGO	80,000.00	30-Jun-20	LOCAL AUTHORITY PROVIDENT FUND	3,324,836.80
30-Jun-20	COTU	4,300.00	30-Jun-20	LOCAL AUTHORITY PROVIDENT FUND	84,500.00
30-Jun-20	KENYA CONTY GOVT WORKERS UNION	17,400.00	30-Jun-20	JUDITH ACHIENG	30,000.00
30-Jun-20	LOCAL AUTHORITY PROVIDENT FUND	128,990.10	30-Jun-20	NAM LOLWE FM	515,948.30
30-Jun-20	TOWN CLERK DEV GROUP	1,000.00	30-Jun-20	KBC(MAYIENGAFM)	515,948.30
30-Jun-20	ROSELYNE AWUOR	10,800.00	30-Jun-20	DALA FM LTD	515,948.30
30-Jun-20	HIGHER EDUCATION LOANS BOARD	59,164.00	30-Jun-20	SKY GROUP LTD	515,948.30
30-Jun-20	KISUMU COUNTY CAR AND MORGATE FUNI	5,743,770.80	30-Jun-20	RADIO LAKE VICTORIA	515,948.30
30-Jun-20	KENYA COMMERCIAL BANK OF KENYA	64,662.00	30-Jun-20	SAIHAI MINAJ ENTERPRISES	1,916,379.30
30-Jun-20	LETSHEGO KENYA LTD	11,428.00	30-Jun-20	LIGEYO ENTERPRISES	1,945,862.05
30-Jun-20	SELECT MANAGEMENT SERVICES	9,255.00	30-Jun-20	DONASHA BUILDING AND CONSTRUCTION CO LTD	973,422.40
30-Jun-20	ROSELYNE AWUOR	22,000.00	30-Jun-20	LUCY AKINYI SANDE	30,000.00
30-Jun-20	HERMAN MOSES	21,869.00	30-Jun-20	JACK ODONGO	30,000.00
30-Jun-20	CHRISTABEL ADIKA	67,800.00	30-Jun-20	LOREEN AMONDI	30,000.00
30-Jun-20	ROSELYNE AWUOR	29,000.00	30-Jun-20	ZACHARY ONYANGO OGUTU	29,920.00



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

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT OPERATION ACCOUNT (KCB)

REPUBLIC OF KENYA
 COUNTY ASSEMBLY OF KISUMU

F.O 30

BANK RECONCILIATION
 ACCOUNT NO: 1142204197
 as at 30TH JUNE 2020

	SHS.	SHS.	SHS.
Balance as per Bank Certificate			196,454.94
Less:			
1. Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques) ..	206,527.15		206,527.15
2. Receipts in Bank Statement not yet recorded in Cash Book ..			-
Add:			
3. Payments in Bank Statement not yet recorded in Cash Book ..			-
4. Receipts in Cash Book not yet recorded in Bank Statement ..	10,112.50		10,112.50
Bank Balance as per Cash Book			40.29

Prepared By:

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





I. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)							
CHEQUE NO.	DATE	PAYEE	AMOUNT SHS.	CHEQUE NO.	DATE	PAYEE	AMOUNT SHS.
	30/06/2020	ZACHARY ONYANGO	10,112.15				
	30/06/2020	GEORGE ODHIAMBO OMUGA	124,282.00				
	30/06/2020	BULK SALARY-REVERSED	70,642.00				
	30/06/2020	KCB	1,491.00				
		TOTAL	206,527.15			TOTALS	

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK			2. RECEIPTS IN BANK STATEMENT NOT			
CHEQUE NO.	DATE	PAYEE	AMOUNT SHS.	DATE	DETAILS	AMOUNT SHS.
		TOTAL			TOTAL	

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK			4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT		
DATE	DETAILS	AMOUNT SHS.	DATE	DETAILS	AMOUNT SHS.
			30/06/2020	CBK TRANSFER	10,112.50
		0.00		TOTAL	10,112.50



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

ANNEX 8 – BANK RECONCILIATION/FO 30 REPORT CBK DEVELOPMENT ACCOUNT

REPUBLIC OF KENYA
 COUNTY ASSEMBLY OF KISUMU

F.O 30

BANK RECONCILIATION
 ACCOUNT NO 1000194758
 as at 30 JUNE JUNE 2020

	SHS	SHS	SHS
Balance as per Bank Certificate			-
Less:			
1 Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	3,697,700.00		3,697,700.00
2 Receipts in Bank Statement not yet recorded in Cash Book			-
Add:			
3 Payments in Bank Statement not yet recorded in Cash Book			-
4 Receipts in Cash Book not yet recorded in Bank Statement	3,697,700.00		3,697,700.00
Bank Balance as per Cash Book			-

Prepared By:

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


Signature


Designation


Date

1 PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)							
CHEQUE NO	DATE	PAYEE	AMOUNT SHS	CHEQUE NO	DATE	PAYEE	AMOUNT SHS
	30/06/2020	KRA	57,853.85				
	30/06/2020	GREYSTONE BUILDING LTD	1,166,790.15				
	30/06/2020	KRA	93,600.00				
	30/06/2020	M/S OPIYO AND ASSOCIATES	1,298,400.00				
	30/06/2020	KISUMU COUNTY ASSEMBLY RENTENSION ACCOUNT	451,231.00				
	30/06/2020	KISUMU COUNTY ASSEMBLY RENTENSION ACCOUNT	399,255.00				
	30/06/2020	KISUMU COUNTY ASSEMBLY RENTENSION ACCOUNT	230,570.00				
		TOTAL	3,697,700.00			TOTALS	

1 PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED)			2 RECEIPTS IN BANK STATEMENT NOT YET			
CHEQUE NO	DATE	PAYEE	AMOUNT SHS	DATE	DETAILS	AMOUNT SHS
		TOTAL			TOTAL	

3 PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK			4 RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT		
DATE	DETAILS	AMOUNT SHS	DATE	DETAILS	AMOUNT SHS
			30/06/2020	EXCHEQUER RELEASE	3,697,700.00
		0.00		TOTAL	3,697,700.00

