REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF COUNTY EXECUTIVE OF BUNGOMA

FOR THE YEAR ENDED 30 JUNE 2016

COUNTY GOVERNMENT OF BUNGOMA

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2016

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

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I. KEY COUNTY GOVERNMENT OF BUNGOMA INFORMATION AND MANAGEMENT

(a) Background information

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

(b) Key Management

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

- County Executive; and
- County Assembly
-

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2016 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	County Secretary	Murumba Chiuli
2.	C.EC.M. - Finance	Paul Masinde
3.	Chief Officer -Finance	Chrispinus Barasa
4.	Principal Finance Officer	Oscar Ojwang

(d) Fiduciary Oversight Arrangements

The key fiduciary oversight arrangements covering Bungoma County include the following:

- *Controller of Budget*
- *County Assembly Committees*
- *County Internal Audit Office*
- *Auditor General*

(e) County Headquarters

P.O. Box 437 50200
Municipal Building
Moi Avenue
Bungoma, KENYA

(f) County Contacts

Telephone:055-30343
E-mail: bungomacountygovt@gmail.com
Website: www.bungomacounty.go.ke

(g) County Bankers

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

2. Equity Bank
   Moi Avenue
   Bungoma

3. Kenya Commercial Bank Ltd
   Bungoma

4. National Bank of Kenya Ltd
   Bungoma

5. Co-operative Bank of Kenya Ltd
   Bungoma

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. FORWARD BY THE CEC

The County Government of Bungoma had a total budget of KShs. 10, 053,695,196 for the financial year 2015/2016. The actual expenditure was KShs. 8,658,690,394 which represents a budget absorption rate of 86%. The County received KShs. 7,109,113,962 from The National Treasury as equitable share. In the foregoing, the County received KShs. 7,999,091,818 from both the National and local sources, including conditional grants, reimbursements and other miscellaneous income.

The County had a number of significant projects which include but not limited to; i) Construction and Rehabilitation of roads totalling to KShs. 415 million; and ii) Construction and protection of water springs totalling to KShs. 183 million.

The notable achievements include but are not limited to; i) Equiping of Chwele Slaughter House; ii) construction of new paediatric wing at Bungoma County Referral Hospital; iii) renovation of 17 out of 25 dispensaries; iv) Construction of Public Toilets at Kamukuywa, Chesamisis, Nasusi and Nasianda markets; v) Increase in the number and state of motorable roads; vi) Increased access to clean water; vii) Purchase of greenhouses for the wards so as to promote greenhouse farming; viii) Construction of Sudi Namachanja Mausoleum to promote cultural tourism; and ix) continued automation of the revenue collection system among others.

The implementation challenges include but are not limited to; i) delayed disbursements of funds by The National Treasury; ii) bureaucracies in the procurement process; and iii) a less stable e-procurement IFMIS platform among others.

CEC

Bungoma County Government

III. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The County Executive Committee (CEC) member for finance of the County Government is responsible for the preparation and presentation of the County Government's financial statements, which give a true and fair view of the state of affairs of the County Government for and as at the end of the financial year ended on June 30, 2015. 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 Government; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Government's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the County Government's financial statements give a true and fair view of the state of the County Government's transactions during the financial year ended June 30, 2015, and of its financial position as at that date. The CEC member for finance further confirms the completeness of the accounting records maintained for the County Government which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The County Government's financial statements were approved and signed by the CEC member for finance on 30th Sept 2016.

County Executive Committee member – Finance

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON BUNGOMA COUNTY EXECUTIVE FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of the County Executive of Bungoma set out on pages 8 to 40, which comprise the statement of financial assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation: recurrent and development combined 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.

Management's Responsibility for the Financial Statements

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 such 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.

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

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk

assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County Government's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my adverse audit opinion.

Basis for Adverse Opinion

1.0 Accuracy and Completeness of the Financial Statements

The statement of receipts and payments reflects expenditures totalling Kshs.8,658,690,395 for the year ended 30 June 2016. However, expenditures amounting to Kshs.194,867,503 were not recorded in the Integrated Financial Management and Information System (IFMIS) but were instead posted in the financial statements after manual reconciliation resulting in a variance of Kshs.194,867,503 as shown in the table below:

Expenditure Item	Amount as Per Financial Statements Kshs.	Amount as per IFMIS Report Kshs.	Difference Kshs.	Remarks
Compensation of Employees	2,938,779,684	2,938,779,684	-	Variance in IFMIS and Fin Statement
Use of goods and services	1,706,655,640	1,511,788,135	194,867,505	
Transfers to Other Government Units	476,411,810	476,411,810	-	
Other grants and transfers	1,114,913,887	1,114,913,887	-	
Social Security Benefits	50,843,450	50,843,450	-	
Acquisition of Assets	1,189,893,571	1,189,893,571	-	
Other Payments	1,181,257,353	1,181,257,353	-	
Grand Total	**8,658,755,395**	**8,463,887,890**	**194,867,505**	

Management has not explained the variances between the two sets of records which should normally provide identical balances. Consequently, the accuracy and completeness of the financial statements for the year ended 30 June 2016 cannot be confirmed.

2.0 Outstanding Imprest

Reflected in the statement of assets and as disclosed under Note 14 to the financial statements is a balance of Kshs.24,065,317 described as accounts receivables in form of unsurrendered imprests comprised of Kshs.6,835,801 incurred in the year 2014-2015 and hence long outstanding, and Kshs.17,229,515 incurred in the year under review. However, analyses of the imprests, including details of imprest holders and issue dates were not provided for audit review. In the circumstance, the accuracy and recoverability of the outstanding imprests totaling Kshs.24,065,317 cannot be confirmed.

3.0 Pending Accounts Payable

As disclosed in Note 17.1 under Annex 1 to the financial statements, pending accounts payable amounting to Kshs.45,957,983 were outstanding as at 30 June 2016. Further, Note 17.2 and Annex 2 indicates staff pending payables of Kshs.24,065,317 which balance is identical to the account receivables balance under Note 14 to the financial statements. It is not clear why the pending account payables were outstanding despite the reported positive liquidity position of cash-and-cash-equivalents balance of Kshs.870,653,893 as at 30 June 2016. No explanation has been provided for this anomaly.

In addition, the statement of assets reflects accounts payables – Deposits and Retention of Kshs.93,371,821 that have not been analysed and supported.

Under the circumstances, the accuracy, completeness and validity of the pending accounts payables balance of Kshs.45,957,983 cannot be confirmed.

4.0 Fixed Assets

The summary fixed assets balance of Kshs.3,163,099,384 reflected under Annex 3 to the financial statements for the two years ending 30 June 2016 excludes assets that were taken over from the defunct local authorities. Further, no hand-over report was availed for audit review to show how the assets and liabilities of the defunct local authorities were taken-over by the County Executive of Bungoma.

In the circumstances, the completeness and accuracy of the fixed assets balance of Kshs.3,163,099,384 as at 30 June 2016 cannot be confirmed.

5.0 Unsupported Procurement of Goods and Services

5.1 Department of Education, Youth and Sports

During the year under review, the Department of Education, Youth and Sports procured food supplies for children from Susera Supplies for Kshs.2,500,000. However, the Department used direct procurement to purchase the feeds but management did not provide the reason for use of the method. Further, the stores

records were not provided to show receipt and utilization of the feeds hence the occurrence of supply and distribution of these feeds could not be ascertained.

5.2 Department of Housing and Sanitation

Arotum General Contractors was paid Kshs.1,482,745 for renovation of Miendo Dispensary. However, the payment was not supported with original Minutes of the tender evaluation committee duly signed to verify competitiveness in the award of the tender.

5.3 Department of Water and Natural Resources

During the year under review, the Department procured works totaling Kshs 3.006,509 as shown below:

PV. No.	Date	Payee	Description	Amount Kshs.	Remarks
3581	5-Mar-16	Pamus Business Enterprises	Payment For Construction Of 10 No Of Water Springs At Khasoko Ward	1,282,238	Tender Evaluation Committee Minutes were not provided for audit review.
9550	24-06-16	Lamlex Logistics	Rehabilitation of Machwele Community Water Project in West Bukusu Ward	1,724,271	The Original Tender Evaluation Committee Minutes were not provided for audit review.
Total				**3,006,509**	

However, the tender evaluation minutes were not provided for audit review. As a result, the competitiveness and fairness in the award of the contracts could not be verified.

In view of the foregoing, the authenticity of the expenditure and value-for-money from the transactions cannot be ascertained.

6.0 Uncompleted projects

The Department of Roads, Transport, Infrastructure and Public Works carried out various infrastructural projects during the year under review. However, the following projects had some anomalies:

(i) Saryda Traders Ltd was awarded the tender to upgrade Kimilili Bus Park access road at a contract sum of Kshs.66,958,891. However, physical verification of the project revealed that the bus park was not in use as matatus and buses still parked in the town center while picking and dropping passengers. This suggested that, a proper feasibility study was not done by the County Government before the big project, which eventually turned out to be of no value to County residents, was initiated.

(ii) Safari Plies Ltd was awarded the tender for maintenance of River Khalaba – Kabula (C33) – Sioya-Mateka Road vide contract no.BGM/CNTY/132/2013-14 at a contract sum of Kshs.18,952,141 and was paid Kshs.16,485,774. Physical verification at the time of audit revealed that road works for grading and gravelling were only done for 6.6 kilometers (51%) out of 12.9 kilometers contracted thus leaving 6.7 kilometers of work in complete despite payment of 89% of the total value of the contract.

In the circumstance, the county residents did not get value-for-money from the uncompleted projects worth Kshs.85,911,032 developed by the County Executive during the year under review.

7.0 Purchase of Motor Bicycles

During the year under review, the County Executive purchased motor cycles from Toyota Kenya Ltd at a cost of Kshs.2,230,150. However, the supplier did not supply the motorcycles reportedly because withholding tax withheld by Kenya Revenue Authority (KRA) was not reflected in the suppliers statement of account.

In the circumstance, ownership by the County Executive of undelivered motor bicycles worth Kshs.2,230,150 cannot be confirmed. Further, failure to deliver the motorcycles constrained delivery of services due to the residents of the County.

8.0 Un-refunded Borrowings - Department of Health

The Department of Health through various letters borrowed monies totaling Kshs.3,999,400 during the year under review from Bungoma Referral Hospital without involving the County Treasury. The funds were not refunded to the hospital. No tangible plan was availed on how the County Executive would repay the funds. Further, delay to repay the funds constrained the hospital from delivering services to County residents.

9.0 Women and Youth Fund

9.1 Loan Repayments Defaults

During the year under review the total amount of loans disbursed to youth and women groups, was Kshs.23,750,000 and Kshs.23,450,000 respectively. Each youth and women's group received Kshs.50,000 at the beginning of the year. The loans were to be recovered before the end of the financial year. However, as at 30 June 2016, only Kshs.7,987,144.00 and Kshs.13,467,984 had been recovered resulting in doubtful debts of Kshs.15,862,856 and Kshs.10,032,016 owed by youth and women groups respectively. As shown below, the high risk of default in the repayment of loans extended under the programme is high:

Details	Youth	Women
	Kshs.	Kshs.
Funds disbursed	23,750,000	23,450,000
Funds recovered	7,987,144	13,467,984

Funds defaulters	15,862,856	10,032,016
No. of registered groups	475	469
Groups who have fully repaid	26	63
Groups within the repayment period	38	100
Groups not within the repayment period	324	288
Groups not started repaying	87	18

Further, analysis of the loan repayment performance revealed that 324 and 288 youth and women groups respectively were behind the repayment schedule with 87 and 18 groups respectively having not started repaying the loans.

Consequently, recoverability of the outstanding loans totaling Kshs.15,862,856 and Kshs.10,032,016 owed to youth and women funds respectively cannot be confirmed.

9.2 Sustainability of the Youth and Women Funds

The fund receives income in form of interest withheld and incurs expenditure in the form of staff expenses. As shown below, the Fund recorded deficits of income under both funding categories during the year under review:

Income	**Youth Fund Amount**	**Women Fund Amount**
	Kshs	Kshs
Interest withheld	1,187,500	1,004,625
Expenses		
Staff expenses	(4,649,000)	(4,225,000)
Deficit	**(3,461,500)**	**(3,220,375)**

In the circumstance, sustainability of the Women and Youth Fund and its capacity to deliver services to the residents of Bungoma County is doubtful.

Adverse Opinion

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, the financial position of the County Executive of Bungoma as at 30 June 2016, 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 do not comply with the Public Financial Management Act, 2012 and the County Government Act, 2012.

Other Matter

1.0 Budget and Budgetary Performance

The County Executive spent a total Kshs.8,658,690,394 against a budget of Kshs.10,053,695,196 representing under-expenditure of Kshs.1,395,004,796 or 14%.

Subsequently, recurrent and development expenditure was underspent by Kshs.856,920,915 (7%) and Kshs.947,395,060 (24%) respectively as shown in the table below:

Description	Budget Amounts Kshs.	Actual Amounts Kshs.	Variance Kshs	Variance (%)
Recurrent expenditure	6,152,058,758	5,704,449,016	447,609,742	7%
Development Expenditure	3,901,636,438	2,954,241,378	947,395,060	24%
Total	**10,053,695,196**	**8,658,690,394**	**1,395,004,796**	**14%**

2.0 Overall Revenue Performance

The County's actual revenue collection during the year under review was Kshs.7,999,091,818 against the budget of Kshs.10,053,695,196 thus depicting under-collection of Kshs.749,779,734 or 10.5% mainly due to a shortfall of receipts from the exchequer, low proceeds from domestic and foreign grants and low collection of local revenue as shown below:

Description	Budgeted Amounts Kshs.	Actual Amounts Kshs.	Variance Kshs.	Variance (%)
Exchequer Releases	9,137,396,384	7,109,113,962	2,028,282,422	22%
Proceeds from Domestic and Foreign Grants	14,750,000	107,375,000	(92,625,000)	-628%
Transfers from Other Government Entities	97,503,257	97,503,260	(3)	0%
Reimbursements and Refunds	208,647,614	199,737,912	8,909,702	4%
Local Revenues	595,397,941	485,361,684	110,036,257	18%
Total Revenue	**10,053,695,196**	**7,999,091,818**	**2,054,603,378**	**20%**

3.0 Local Revenue Performance

Actual local revenue collection of Kshs.446,713,873 fell short of the target by 31% or Kshs.136,555,584 with some budgeted revenue items having recorded poor performance as highlighted below:

3.1 Automated Revenue Management System

The County purchased an automated Revenue Management System to enhance collection and management of revenue from Tritek Consulting Limited. However, a review and interrogation on the performance and effectiveness of the system revealed

that some of the modules supported by this system were not fully utilized as they were still being tested and developed.

In view of this, value for money in automation may not be realized since the efficiency in revenue collection my not be achieved.

4.0 Financial Performance

During the year under review, the County Executive collected revenue totaling Kshs.7,999,091,818 against total expenditure of Kshs.8,658,690,395 thus resulting in a deficit of Kshs.659,598,577. Management have not explained the large increase in the deficit (2015:Kshs.88,230,629) and how it was funded.

5.0 Project Implementation and Management

The County Executive was to implement a total of 1112 projects/programmes through different County Department during the financial year under review. Further analysis indicated that 20 or 2 % of projects had not started, 341 or 31% of the projects were ongoing and 751 or 68% of the projects had been completed as at the time of audit in December 2016.

Consequently as at 30 June 2016, the County Executive had not achieved its projects completion targets and could therefore not provide County residents with all the services planned and budgeted for the year then ended.

6.0 Human Resources Management

6.1 Casual Employees

As reported in previous years, the County Executive has many casual employees with the majority having worked for more than three months contrary to the Employment Act 2007. The County Executive risks penalties for non-compliance with the Law.

6.2 Staff Establishment and Appraisal

The County Executive has not published its staff establishment to indicate staff requirements and placement. Further, the County Executive does not carry out annual staff appraisals to assess staff performance as required under public service regulations.

As a result, the performance of the County's human resource could not be confirmed. Further, corrective measures to ensure optimal performance were not identified and instituted.

7.0 Non Establishment of Audit Committee

The County Executive audit committee has not been established as required by Section 167 of the County Public Financial Management Regulations of March 2015.

Further, the management has not developed and implemented a risk management framework and policy to guide the achievement of County Executive's strategic goals and objectives.

8.0 County Public Service Board (CPSB)

8.1 Irregularities in Recruitment by the CPSB

The County Public Service Board recruited 120 Early Childhood Development Centre ECD teachers whose positions were advertised internally. As a result, the recruitment was not conducted competitively and the best available talent could have missed selection.

8.2 Procurement of Legal Services

The County Public Service Board procured legal services from a firm at a cost of Kshs.3,035,230. However, the firm was not among legal firms prequalified by the County Executive to offer legal services. Also, the CPSB did not provide procurement documents for audit to confirm that the firm was procured competitively.

My opinion is not qualified in respect of this matter.

FCPA Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

30 August 2017

I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-2016 Kshs	2014-2015 Kshs
RECEIPTS			
Proceeds from Domestic and Foreign Grants	1	107,375,000	86,523,951
Exchequer releases	2	7,109,113,962	6,697,664,212
Transfers from Other Government Entities	3	97,503,260	-
Reimbursements and Refunds	4	199,737,912	-
Other Receipts	5	485,361,684	558,180,025
TOTAL REVENUES		**7,999,091,818**	**7,342,368,188**
PAYMENTS			
Compensation of Employees	6	2,938,779,684	2,653,371,258
Use of goods and services	7	1,706,665,640	2,131,932,448
Transfers to Other Government Units	8	476,411,810	-
Other grants and transfers	9	1,114,838,886	468,074,478
Social Security Benefits	10	50,843,450	-
Acquisition of Assets	11	1,189,893,572	1,978,205,812
Other Payments	12	1,181,257,353	199,014,820
TOTAL PAYMENTS		**8,658,690,395**	**7,430,598,817**
DEFICIT		**- 659,598,577**	**- 88,230,629**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Government of Bungoma financial statements were approved on 20th Sept 2016 and signed by:

Chief Officer

Head of Treasury (Accounting)

II. STATEMENT OF ASSETS

	Note	2015-2016 Kshs	2014-2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	13A	869,627,891	1,456,649,705
Cash Balances	13B	1,026,002	-
Total Cash and cash equivalents		**870,653,893**	**1,456,649,705**
Accounts receivables – Outstanding Imprests	14	24,065,317	4,296,261
TOTAL FINANCIAL ASSETS		**894,719,210**	**1,460,945,966**
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	15	**93,371,821**	-
NET FINANCIAL ASSETS		**801,347,389**	**1,460,945,966**
REPRESENTED BY			
Fund balance b/fwd	16	**1,460,945,966**	**1,549,176,594**
Defict for the year		- **659,598,577**	- **88,230,629**
NET FINANCIAL POSSITION		**801,347,389**	**1,460,945,966**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Government of Bungoma financial statements were approved on 28th Sep 2016 and signed by:

Chief Officer

Head of Treasury (Accounting)

III. STATEMENT OF CASHFLOW

	Note	2015-2016 Kshs	2014-2015 Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Proceeds from Domestic and Foreign Grants	1	107,375,000	86,523,951
Exchequer Releases	2	7,109,113,962	6,697,664,212
Transfers from Other Government Entities	3	97,503,260	-
Reimbursements and Refunds	4	199,737,912	-
Other Receipts	5	485,361,684	558,180,025
Payments for operating expenses			
Compensation of Employees	6	- 2,938,779,684	- 2,653,371,258
Use of goods and services	7	- 1,706,665,640	- 2,131,932,448
Transfers to Other Government Units	8	- 476,411,810	-
Other grants and transfers	9	- 1,114,838,886	- 468,074,478
Social Security Benefits	10	- 50,843,450	-
Other Payments	12	- 1,181,257,353	- 199,014,820
Adjusted for:			
Adjustments during the year			
Net cash flow from operating activities		**530,294,995**	**1,889,975,183**
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	11	- 1,189,893,572	- 1,978,205,812
Net cash flows from Investing Activities		**- 1,189,893,572**	**- 1,978,205,812**
NET INCREASE IN CASH AND CASH EQUIVALENT		**- 659,598,577**	**- 88,230,629**
Cash and cash equivalent at BEGINNING of the year	16	1,460,945,966	1,549,176,594
Cash and cash equivalent at END of the year		**801,347,389**	1,460,945,966

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Government of Bungoma financial statements were approved on 30th Sep 2016 and signed by:

Chief Officer

Head of Treasury (Accounting)

IV. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Proceeds from Domestic and Foreign Grants	95,744,681	- 80,994,681	14,750,000	107,375,000	- 92,625,000	728%
Exchequer releases	8,272,248,855	290,575,093	9,137,396,384	7,109,113,962	2,028,282,422	78%
Transfers from Other Government Entities	-	97,503,257	97,503,257	97,503,260	- 3	0%
Reimbursements and Refunds	147,232,614	61,415,000	208,647,614	199,737,912	8,909,702	0%
Other Receipts	608,423,724	- 13,025,783	595,397,941	485,361,684	110,036,257	82%
TOTAL RECEIPTS	**9,123,649,874**	**355,472,886**	**10,053,695,196**	**7,999,091,818**	**2,054,603,378**	80%
PAYMENTS						
Compensation of Employees	3,153,753,536	20,165,927	3,173,919,463	2,938,779,684	235,139,779	93%
Use of goods and services	2,596,876,128	- 302,421,561	2,294,454,567	1,706,665,640	587,788,927	74%
Transfers to Other Government Units	-	-	-	476,411,810	- 476,411,810	0%
Other grants and transfers	1,332,547,168	500,023,128	1,832,570,296	1,114,838,886	717,731,410	61%
Social Security Benefits	-	110,014,216	110,014,216	50,843,450	59,170,766	0%
Acquisition of Assets	2,011,714,863	- 559,229,183	1,452,485,680	1,189,893,572	262,592,108	82%
Other Payments	28,758,179	1,161,492,795	1,190,250,974	1,181,257,353	8,993,621	99%
TOTAL PAYMENTS	**9,123,649,874**	**930,045,322**	**10,053,695,196**	**8,658,690,394**	**1,395,004,802**	**86%**

The County Government of Bungoma financial statements were approved on 30th Sept 2016 and signed by:

Chief Officer

Head of Treasury (Accounting)

V. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Code	Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
		a	b	c=a+b	d	e=c-d	f=d/c %
	RECEIPTS						
13	Proceeds from Domestic and Foreign Grants	-	14,750,000	14,750,000	7,375,000	7,375,000	50%
9910301	Exchequer releases	4,970,630,332	290,575,093	5,261,205,425	4,154,872,584	1,106,332,841	79%
454	Reimbursements and Refunds	147,232,614	61,415,000	208,647,614	199,737,912	8,909,702	96%
14	Other Receipts	608,423,724	(13,025,783)	595,397,941	485,361,684	110,036,257	82%
	TOTAL RECEIPTS	**5,726,286,670**	**353,714,310**	**6,080,000,980**	**4,847,347,180**	**1,232,653,800**	80%
	PAYMENTS						
21	Compensation of Employees	3,142,253,536	31,665,927	3,173,919,463	2,938,779,684	235,139,779	93%
22	Use of goods and services	2,482,376,128	(206,695,640)	2,275,680,488	1,678,463,849	597,216,639	74%
263	Transfers to Other Government Units	-	-		476,411,810	(476,411,810)	0%
261/2/4	Other grants and transfers	36,898,041	212,528,649	249,426,690	148,579,510	100,847,180	60%
27	Social Security Benefits	-	110,014,216	110,014,216	50,843,450	59,170,766	0%
30&40	Acquisition of Assets	61,980,786	1,606,542	63,587,328	50,840,613	12,746,715	80%
28	Other Payments	2,778,179	276,652,394	279,430,573	360,530,100	(81,099,527)	129%
	GRAND TOTAL	**5,726,286,670**	**425,772,088**	**6,152,058,758**	**5,704,449,016**	**447,609,742**	**93%**

(a) *Proceeds from Domestic and Foreign Grants include Conditional Grant of KShs. 100,000,000 for the rehabilitation of Bungoma County Referral Hospital; though not budgeted for in the Financial Year 2015/2016*

(b) *Other payments are in excess of 100% due to the distress levied by Kenya Revenue Authority of KShs. 68,343,669.*

The County Government of Bungoma financial statements were approved on 30th Sept 2016 and signed by:

Chief Officer

Head of Treasury (Accounting)

VI. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Proceeds from Domestic and Foreign Grants	95,744,681	(95,744,681)	-	100,000,000	- 100,000,000	0%
Exchequer releases	3,301,618,523		3,876,190,959	2,954,241,378	921,949,581	76%
Transfers from Other Government Entities	-	97,503,257	97,503,257	97,503,260	- 3	0%
TOTAL RECEIPTS	**3,397,363,204**	**1,758,576**	**3,973,694,216**	**3,151,744,638**	**821,949,578**	79%
PAYMENTS						
Compensation of Employees	11,500,000	- 11,500,000		-	-	0%
Use of goods and services	114,500,000	- 95,725,921	18,774,079	28,201,791	- 9,427,712	150%
Other grants and transfers (All Funds)	1,295,649,127	287,494,479	1,583,143,606	966,259,376	616,884,230	61%
Acquisition of Assets	1,949,734,077	- 560,835,725	1,388,898,352	1,139,052,959	249,845,393	82%
Other Payments	25,980,000	884,840,401	910,820,401	820,727,253	90,093,148	90%
GRAND TOTAL	**3,397,363,204**	**504,273,234**	**3,901,636,438**	**2,954,241,378**	**947,395,060**	**76%**

The County Government of Bungoma financial statements were approved on 30th Sept 2016 and signed by:

Chief Officer

Head of Treasury (Accounting)

VII. 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 and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

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

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts.

2. Recognition of revenue and expenses

The County Government of Bungoma recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the County. In addition, the County recognises all expenses when the event occurs and the related cash has actually been paid out by the County.

3. In-kind contributions

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

4. 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.

5. 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 expenditure 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.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties has 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 by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements.

7. Non-current assets

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

8. 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 *County Government of Bungoma* 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.

9. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County's budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the County's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

10. Comparative figures

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

11. Subsequent events

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

VIII. NOTES TO THE FINANCIAL STATEMENTS

1 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2015-2016	2014-2015
			Kshs	Kshs
Grants Received from Bilateral Donors (Foreign Governments)				
DANIDA	05-07-16		7,375,000	12,370,000
Grants Received from Multilateral Donors (International Organisations)				
World Health Organisation				37,809,000
				-
Grants Received from other levels of government				
Conditional Grant for rehabilitation of Bungoma Referal Hospital	19/4/2016		100,000,000	36,344,951
				-
Total			**107,375,000**	**86,523,951**

2 EXCHQUER RELEASES

Description and reference of the transfer	2015-2016	2014-2015
	Kshs	Kshs
Total Exchequer Releases for quarter 1	614,058,157.00	837,208,027.00
Total Exchequer Releases for quarter 2	1,894,353,376.00	1,105,114,595.00
Total Exchequer Releases for quarter 3	1,730,060,741.00	1,741,392,695.00
Total Exchequer Releases for quarter 4	2,870,641,688.00	3,013,948,895.00
Total	**7,109,113,962**	**6,697,664,212**

3 TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2015-2016	2014-2015
	Kshs	Kshs
Transfers from National Government entities		
Fuel Levy	97,503,260	-
	-	-
TOTAL	**97,503,260**	**-**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 REIMBURSEMENTS AND REFUNDS

	2015-2016	2014-2015
	Kshs	Kshs
Reimbursement from National Government (Free Maternal)	145,047,500	
Reimbursement from National Government (User Fees)	38,017,014	
Direct Reimbursement from National Government (HSSF)	16,673,398	
Total	**199,737,912**	-

5 OTHER REVENUES

	2015-2016	2014-2015
	Kshs	Kshs
Rents	9,377,436	10,011,233
Other Property Income	5,911,438	3,274
Receipts from Administrative Fees and Charges	18,384,538	16,828,824
Receipts from Incidental Sales by Non-Market Establishments	9,767,314	3,350,038
Receipts from Sale of Incidental Goods	19,394,636	59,606,547
Business permits	65,015,146	73,513,740
Cesses	28,734,750	34,849,477
Poll rates(Land rates)	41,782,861	24,542,595
Plot rents	461,805	99,500
Administrative services fees	5,700,368	3,421,580
Lease / rental of council's	944,703	153,000
Other miscellaneous revenues	1,972,367	3,819,709
Market/trade centre fee	37,846,354	33,736,297
Vehicle parking fees	67,299,456	58,907,936
Other education revenues	4,130	132,100
Public health facilities operations	148,852,618	199,671,098
Environment & conservancy	6,470,296	4,912,021
Slaughter houses administration	4,549,572	8,363,155
Technical services fees	12,780,183	651,340
External services fees	111,713	21,606,561
Total	**485,361,684**	**558,180,025**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 COMPENSATION OF EMPLOYEES

	2015-2016	2014-2015
	Kshs	Kshs
Basic salaries of permanent employees	2,531,993,985.74	1,816,918,391
Basic wages of temporary employees	78,195,843.99	-
Personal allowances paid as part of salary	285,372,343	811,296,556
Pension and other social security contributions	43,217,511.00	25,156,312
Total	**2,938,779,684**	**2,653,371,258**

7 USE OF GOODS AND SERVICES

	2015-2016	2014-2015
	Kshs	Kshs
Utilities, supplies and services	31,587,968	184,008,558
Communication, supplies and services	5,517,762	6,410,474
Domestic travel and subsistence	253,387.740	183,050,827
Foreign travel and subsistence	81,021,231	38,925,613
Printing, advertising and information supplies & services	27,293,855	119,922,164
Rentals of produced assets	29,042,607	18,337,432
Training expenses	158,051,874	174,627,520
Hospitality supplies and services	466,265,630	380,213,184
Insurance costs	34,079,506	10,967,128
Specialised materials and services	225,446,278	333,430,678
Office and general supplies and services	36,884,822	41,843,960
Fuel, Oil and lubricants	73,834,251	48,838,514
Other operating expenses	241,422,188	562,254,388
Routine maintenance – vehicles and other transport equipment	18,405,351	16,265,530
Routine maintenance – other assets	24,424,578	12,836,477
Total	**1,706,665,640**	**2,131,932,448**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015-2016	2014-2015
	Kshs	Kshs
Transfers to Bungoma County Assembly from CRF Account	461,411,810	-
Transfer to Bungoma county Assembly	15,000,000	
	-	-
TOTAL	**476,411,810**	-

9 OTHER GRANTS AND OTHER PAYMENTS

	2015-2016	2014-2015
	Kshs	Kshs
Scholarships and other educational benefits	140,074,000	169,086,951
Emergency relief and refugee assistance	148,579,510	-
Other capital grants and transfers	826,185,376	298,987,528
Total	**1,114,838,886**	**468,074,478**

10 SOCIAL SECURITY BENEFITS

	2015-2016	2014-2015
	Kshs	Kshs
Social security benefits in cash and in kind	50,843,450	-
Total	**50,843,450**	-

11 ACQUISITION OF ASSETS

	2015-2016	2014-2015
	Kshs	Kshs
Non Financial Assets		
Construction of Buildings		5,907,900
Refurbishment of Buildings	51,643,861	
Construction of Roads	415,027,500	683,372,140
Overhaul and Refurbishment of Construction and Civil Works	286,212,301	287,555,603
Purchase of Vehicles and Other Transport Equipment	25,122,398	283,123,673
Purchase of Office Furniture and General Equipment	26,421,858	28,038,478
Purchase of ICT Equipment	124,489,043	65,367,365
Purchase of Specialised Plant, Equipment and Machinery	61,502,689	162,136,150
Rehabilitation and Renovation of Plant, Machinery and Equip.		9,712,613
Purchase of Certified Seeds, Breeding Stock and Live Animals	49,389,910	22,988,415
Research, Studies, Project Preparation, Design & Supervision	15,185,565	
Rehabilitation of Civil Works		163,280,264
Acquisition of Strategic Stocks and commodities	132,620,500	172,628,211
Acquisition of Land	2,277,947	93,495,000
Total	**1,189,893,572**	**1,978,205,812**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12 OTHER EXPENSES

	2015-2016	2014-2015
	Kshs	Kshs
Supliers Credits	1,112,913,684	199,014,820
Distress levied by Kenya Revenue Authority	68,343,669	-
	1,181,257,353	**199,014,820**

i) Distress levied by Kenya Revenue Authority is composed amounts deducted from the County Recurrent Account by Kenya Revenue Authority

ii) Other expenses are composed items paid under Supply for credit economic item classified as hereunder:

Item Description	*Amount(KShs.)*
Basic salaries of permanent employees	*13,840,215*
Basic wages of temporary employees	*2,717,785*
Utilities, supplies and services	*5,877,758*
Communication, supplies and services	*5,508,862*
Domestic travel and subsistence	*3,358,449*
Foreign travel and subsistence	*143,300*
Printing, advertising and information supplies & services	*39,508,841*
Rentals of produced assets	*4,386,971*
Training expenses	*991,643*
Hospitality supplies and services	*19,739,647*
Insurance costs	*12,172,226*
Specialised materials and services	*16,083,005*
Office and general supplies and services	*38,824,809*
Other operating expenses	*140,704,644*
Routine maintenance – vehicles and other transport equipment	*11,168,774*
Routine maintenance – other assets	*4,106,245*
Fuel, Oil and lubricants	*581,434*
Construction of Buildings	*213,348*
Refurbishment of Buildings	*54,030,977*
Construction and Civil Works	*1,686,773*
Overhaul and Refurbishment of Construction and Civil Works	*310,985,337*
Purchase of Vehicles and Other Transport Equipment	*49,945,711*

Purchase of Household Furniture and Institutional Equipment	*66,969*
Purchase of Office Furniture and General Equipment	*53,635,860*
Purchase of ICT Equipment	*4,961,998*
Purchase of Specialised Plant, Equipment and Machinery	*108,552,376*
Purchase of Certified Seeds, Breeding Stock and Live Animals	*35,037,740*
Rehabilitation of Civil Works	*78,224,373*
Acquisition of Strategic Stocks and commodities	*26,396,200*
Acquisition of Land	*5,400,000*
Scholarships and other educational benefits	*60,000,000*
Other capital grants and transfers	*4,061,413*
	1,112,913,684

13A: Bank Accounts

Name of Bank, Account No. & currency	Account currency	Type	Exc rate (if in foreign currency)	2015 - 2016	2014 - 2015
				Kshs	Kshs
1. Central Bank of Kenya Account No. 1000171006	KES	Recurremt	1	9,631,687	74,246
2. Central Bank of Kenya Account No. 1000170921	KES	Development	1	1,982,290	13,002,302
3.Central Bank of Kenya Account No. 1000171518	KES	Revenue	1	761,701,825	1,365,846,494
4. Mabanga Agricultural Training Centre KCB 1149739673	KES	FIF	1	330,609	200,512
5. Bumula Health Centre Dev Community National Bank 1021054715300	KES	FIF	1	1,708,113	707,935
6. Bungoma County Agriculture Mechanization Centre Equity 480263744963	KES	FIF	1	1,886,674	843,187
7. Mt. Elgon District Health Services KCB 1108115381	KES	FIF	1	1,133,058	967,541
8. Kimilili Health Management Services KCB 1129366596	KES	FIF	1	11,581,687	10,964,176
9. Health Care Services Webuye KCB 1107110793	KES	FIF	1	23,006,781	25,855,960
10. MOH Hospitals KCB 1106239652	KES	FIF	1	28,076,767	23,422,199
11. Bokoli Sub-District Hospital KCB 1117700267	KES	FIF	1	1,350,064	1,792,669
12. Med Sup Naitiri Cost Sharing Account KCB1123625751	KES	FIF	1	3,773,140	2,227,018
13. Sirisia Sub-District Hospital CA MoE/ School Accounts KCB 1102027626	KES	FIF	1	1,529,210	896,826
14. Chwele Sub-Distrcit Hospital KCB 1132517745	KES	FIF	1	3,200,903	1,365,238
15. Cheptais Sub-Distrct Hospital Co-operative bank 0114140906000	KES	FIF	1	2,571,094	2,191,065
17. Bungoma HSSF(Consolidated)	KES	GRANT	1	9,295,853	5,661,456
18. Ministry of Health, Water & Sani. KCB 1156993393	KES	FIF	1	771,483	630,882
19. Co-operative Bank of Kenya Account No. 01141669167100	KES	Revenue Collection	1	395,645	-
20. Kenya Commercial Bank Account No. 1177737930	KES	Revenue Collection	1	1,584,679	-
21. Equity Bank Account No. 0480261006908	KES	Revenue Collection	1	3,165,062	-
22. National Bank of Kenya Account No. 01001113676000	KES	Revenue Collection	1	951,268	-
23.Central Bank of Kenya Account No. 1000171518	KES	Deposits	1	-	-
Total				**869,627,891**	**1,456,649,705**

13B: CASH IN HAND

	2015-2016	2014-2015
	Kshs	Kshs
Cash in Hand – Held in domestic currency	1,026,002	
Total	**1,026,002**	-

Cash in hand should also be analysed as follows:

	2015-2016	2014-2015
	Kshs	Kshs
County Health Dispensary Units	1,026,002	-
Total	**1,026,002**	-

14: ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

Description	2015-2016	2014-2015
	Kshs	Kshs
Government Imprests	24,065,317	4,296,261
Total	**24,065,317.00**	**4,296,261.00**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Breakdown of outstanding imprest

Name of Officer or Institution	*Date Imprest Taken*	*Amount Taken*	*Amount Surrendered*	*Balance*
		Kshs	*Kshs*	*Kshs*
Finance & Economic Planning		5,868,900	*0*	5,868,900
Culture & Gender		4,587,350	*0*	4,587,350
Office of the Governor		5,456,600	*0*	5,456,600
Health & Sanitation		413,300	*0*	413,300
Agriculture		520,210	*0*	520,210
County Secretary		104,000	*0*	104,000
Education		110,000	*0*	110,000
Trade		48,000	*0*	48,000
Water		50,000	*0*	50,000
Administration		6,057,662	*0*	6,057,662
Housing		849,295	*0*	849,295
Total		**24,065,317**	***0***	**24,065,317**

15. ACCOUNTS PAYABLE

	2015-2016	2014-2015
	Kshs	Kshs
Deposits	-	-
Retention funds	93,371,821	-
Total	**93,371,821**	-

16. FUND BALANCE BROUGHT FORWARD

	2015-2016	2014-2015
	Kshs	Kshs
Bank accounts- Central bank	1,378,923,042	1,496,226,204
Bank accounts FIF	77,726,662	30,154,691
Accounts Receivables	4,296,261	22,795,699
Total	**1,460,945,966**	**1,549,176,594**

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2015-2016	2014-2015
	Kshs	Kshs
Construction of buildings	15,326,562	-
Construction of civil works	835,757	17,223,060
Supply of goods	7,396,431	34,578,360
Supply of services	22,399,233	43,693,263
	45,957,983	**95,494,683**

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2015-2016	2014-2015
	Kshs	Kshs
Others (Outstanding imprests)	24,065,317	4,296,261
	24,065,317	**4,296,261**

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Amount Paid To-Date	Outstanding Balance	Comments
			2016	
	a	b	c=a-b	
Construction of buildings				
M'big contractors ltd	22,500,000.00	9,830,547.60	7,000,000.00	Renovation works at Bungoma refferal hospital
M/s Fine Tops Enterprises	19,883,328.00	13,281,089.00	5,126,562.00	Construction of Jua Kali Sheds / Market Stalls Tongaren,Mbakalu,Khalaba wards(10 per ward)
Sarah Hirsi Ali	3,200,000.00	-	3,200,000.00	Purchase of land at Musikoma
Sub-Total			**15,326,562.00**	
Construction of civil works				
Neko investments	2,611,740.00	783,522.00	835,757.00	Rehabilitation of Chwele auction ring
Sub-Total			**835,757.00**	
Supply of goods				
Dony Enterprises	425,010.00	-	425,010.00	Supply of Stationery
Devbees	468,000.00	-	468,000.00	Supply of toners
Mbig Limited	450,000.00	-	450,000.00	Supply of Fuel
Tropical Healthcare Ltd	385,228.00	-	385,228.00	Supply of Non Phrams
Tropical Healthcare Ltd	518,440.00	-	518,440.00	Supply of Non Phrams
Tropical Healthcare Ltd	498,510.00	-	498,510.00	Supply of Non Phrams
Hemocue(K) Ltd	401,824.00	-	401,824.00	Supply of Non Phrams

Mission for Essential Drugs	273,160.00	-	273,160.00	Supply of Medical drugs
Dawameds	614,925.00	-	614,925.00	Supply of Medical drugs
STARCOM LTD	509,850.00	-	509,850.00	Supply of office stationary
Maha Logistics And Supplies	416,212.00	-	416,212.00	Supply of catering items to mabanga atc
Safaricom Ltd	120,000.00	-	120,000.00	Purchase of airtime
M'big Service Station	19,350.00	-	19,350.00	Supply of fuel and lubricants
M'big Service Station	19,780.00	-	19,780.00	Supply of fuel and lubricants
M'big Service Station	36,800.00	-	36,800.00	Supply of fuel and lubricants
M'big Service Station	55,452.00	-	55,452.00	Supply of fuel and lubricants
M'big Service Station	36,800.00	-	36,800.00	Supply of fuel and lubricants
M'big Service Station	15,180.00	-	15,180.00	Supply of fuel and lubricants
M'big Service Station	20,261.60	-	20,261.60	Supply of fuel and lubricants
Wapi Service Station	257,922.00	-	257,922.00	Supply of fuel and lubricants
Shreeji Service Station	21,800.00	-	21,800.00	Supply of fuel and lubricants
Wapi Service Station	224,995.20	-	224,995.20	Supply of fuel and lubricants
M'big Service Station	22,724.00	-	22,724.00	Supply of fuel and lubricants
M'big Service Station	113,022.00	-	113,022.00	Supply of fuel and luricants
M'big Service Station	450,000.00	-	450,000.00	Supply of fuel and lubricants

Sediesherry variety Supply	89,365.00	-	89,365.00	Supply of stationery
Jaitee Agencies	97,500.00	-	97,500.00	Supply of business cards
Clenab Enteprises	420,500.00	-	420,500.00	Supply of stationaries
M'big Service Station	22,680.00	-	22,680.00	Supply of fuel and luricants
Utawala property managers	10,900.00	-	10,900.00	Service of motor vehicle kaw 666z
Kerre auto spares	30,000.00	-	30,000.00	Service of motor vehicle kaw 666z
Kericho Toyota cads motors	39,265.00	-	39,265.00	Service of motor vehicle
Jaytee agencies	310,975.00	-	310,975.00	Supply of stationery
Sub-Total			**7,396,430.80**	
Supply of services				
Simuplan consultancy	45,527,656.80	27,316,594.10	10,000,000.00	Preparation of Intergrated strategic urban development plan Chwele,Sirisia Lwakhakha,Tongaren, Bumula, Cheptais,Makutano towns
CMC Motors	77,468.00	-	77,468.00	Service of KCA 899F & KBY 366C
Bungolink Tours	9,000.00	-	9,000.00	Air travel services
CMC MOTORS LIMITED	43,509.00	-	43,509.00	Servicing KCD 215G
Standard Group Ltd	304,848.00	-	304,848.00	Advertisement of trade notice
Cad motors ltd	16,500.00	-	16,500.00	Vehicle Maintenance
Cad motors ltd	13,000.00	-	13,000.00	Vehicle Maintenance
Toyota Kenya Ltd	15,982.00	-	15,982.00	Vehicle Maintenance
Kakamenga Toyata Cads Motors	20,000.00	-	20,000.00	Vehicle Maintenance
Cad motors ltd	20,000.00	-	20,000.00	Vehicle Maintenance
Kakamenga Toyata Cads Motors	20,000.00	-	20,000.00	Vehicle Maintenance

St. Patrick Pastoral Centre	64,000.00	-	64,000.00	Catering services
Minata hotels	440,000.00	-	440,000.00	Catering services
Sarefu Investments	368,000.00	-	368,000.00	Fumigation at Webuye Hospital
Kericho Toyota CADS	328,658.00	-	328,658.00	Motor vehicle repair
BARAZA LTD	6,960,000.00	-	6,960,000.00	Advertising tv documentary, news features on county development and live broadcast
Francis Juma	60,000.00	-	60,000.00	Lease payments for for rented building
Simeon Makokha	72,000.00	-	72,000.00	Lease payments for for rented building
Kenya Industrial Estates Ltd	5,000.00	-	5,000.00	Hall hire
Kenya Industrial Estates Ltd	5,000.00	-	5,000.00	Hall hire
Gasper Mufutu	831,120.00	-	831,120.00	Lease payments for for rented building
Kerre Auto-Garage	132,400.00	-	132,400.00	Repair of motor vehicle
Wape Security	263,640.00	-	263,640.00	Provision of security
Britam	688,315.00	-	688,315.00	Motor vehicle insurance
Westfield Motors Limited	201,577.00	-	201,577.00	Motor vehicle mantainance
Gasper Mufutu	831,120.00	-	831,120.00	Lease payments for for rented building
Gasper mufutu wafubwa	608,096.00	-	608,096.00	Rent and rates
Sub-Total			**22,399,233.00**	
Grand Total			**45,957,982.80**	

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

OUTSTANDING IMREST 2015/2016

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
15.12.2014	409045	457	Recurrent	Moses Natembeya	ADMIN	314,835	No surrender docs have been submitted
25.09.2014	427634	136	Recurrent	Florian Nganga	ADMIN	565,040	No surrender docs have been submitted
19.06.2015	410941	884	Recurrent	SYLVIA JUMA	ADMIN	53,036	No surrender docs have been submitted
18-03-16	2318405	C588	Recurrent	Albert Sese	ADMIN	460,000.00	No surrender docs have been submitted
23-06-16	2313230	C939	Recurrent	Ann Sitawa Khisa	ADMIN	13,600.00	No surrender docs have been submitted
31-03-16	2318411	C620	Recurrent	Ben Arenco	ADMIN	156,300.00	No surrender docs have been submitted
17-02-16	2312070	C531	Recurrent	Ben Arenico	ADMIN	65,000.00	No surrender docs have been submitted
18-03-16	2312085	C577	Recurrent	Bishop Calistus Barasa	ADMIN	1,560,000.00	No surrender docs have been submitted
28-08-15	2195933	C72	Recurrent	Brian Chela Walumoli	ADMIN	73,000.	No surrender docs have been submitted
17-06-16	2312117	C891	Recurrent	Dunstan Wafula Namusonge	ADMIN	390,000.	No surrender docs have been submitted
17-02-16	2313243	C529	Recurrent	Fred Wakhungu	ADMIN	50,000.	No surrender docs have been submitted
11-02-16	2312066	C505	Recurrent	Fred	ADMIN	84,900.	No surrender docs have

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
				Wakhungu			been submitted
28-06-16	2318415	C959	Recurrent	Fredrick Wanatta	ADMIN	460,000.	No surrender docs have been submitted
23-06-16	2312119	C907	Recurrent	Fredrick Wanatta	ADMIN	201,600	No surrender docs have been submitted
11-02-16	2312065	C499	Recurrent	Jane Wekesa	ADMIN	126,000	No surrender docs have been submitted
21-04-16	2312109	C713	Recurrent	Joel Mukanda Peka	ADMIN	221,000	No surrender docs have been submitted
11-02-16	2313244	C503	Recurrent	Kennedy Kania	ADMIN	36,400	No surrender docs have been submitted
13-05-16	2318414	C737	Recurrent	Leonard Wakoli	ADMIN	74,000	No surrender docs have been submitted
10-05-16	2312069	C725	Recurrent	Maathias O. Wanyela	ADMIN	202,000	No surrender docs have been submitted
25-06-16	2313230	C940	Recurrent	Mandillah Elector	ADMIN	202,000	No surrender docs have been submitted
12-04-16	2312084	C657	Recurrent	Melkizadeck Mafuta	ADMIN	25,050	No surrender docs have been submitted
09-12-15	2318129	C336	Recurrent	Mildred Barasa	ADMIN	76,000	No surrender docs have been submitted
12-04-16	2312106	C655	Recurrent	Roselyn Kunala	ADMIN	29,200	No surrender docs have been submitted
12-04-16	2312107	C656	Recurrent	Roselyne Nangekhe	ADMIN	29,200	No surrender docs have been submitted
29-12-15	2312053	C374	Recurrent	Wanyonyi Buteyo	ADMIN	589,500	No surrender docs have been submitted
			Recurrent		**ADMIN Total**	6,057,661	
23.12.2014			Recurrent	Wafula Simiyu		150,300	
26.03.2015		698		Eliud Wekesa			No surrender docs have

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
	2047631		Recurrent		AGRICULTURE	36,000	been submitted
29.01.2015	287510	511	Recurrent	Job Nalimala	AGRICULTURE	2,600	No surrender docs have been submitted
26.09.2014	351713	164	Recurrent	Lynda Kwamboka	AGRICULTURE	80,000	No surrender docs have been submitted
07-04-16	2361717	C637	Recurrent	Abiud Biketi	AGRICULTURE	103,860	No surrender docs have been submitted
23-06-16	2361576	C929	Recurrent	Fred M. Sikuta	AGRICULTURE	25,050	No surrender docs have been submitted
03-02-16	2312231	C425	Recurrent	Sammy Cheminingwa	AGRICULTURE	70,600	No surrender docs have been submitted
18-05-16	2361707	C748	Recurrent	Joseph O. Wangoma	AGRICULTURE	26,750	No surrender docs have been submitted
07-06-16	2361565	C848	Recurrent	Edwin Wafula	AGRICULTURE	25,050	No surrender docs have been submitted
			Recurrent		**AGRICULTURE Total**	520,210	
16-10-15	2313214	C203	Recurrent	D.B. Kaptein	CS	104,000	No surrender docs have been submitted
			Recurrent		**CS Total**	104,000	
19.11.2014	436269	360	Development	Geoffrey Wanyonyi	Education	110,000	No surrender docs have been submitted
					Education Total	110,000	
04-12-15	2318125	C315	Recurrent	Howard Lugadilu	FINANCE	218,740	No surrender docs have been submitted
01-09-15	2312258	C81	Recurrent	Humphrey Situma	FINANCE	2,320,800	No surrender docs have been submitted

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
23-06-16	2514384	C936	Recurrent	Josephine Wekesa	FINANCE	200,000	No surrender docs have been submitted
22-06-16	2514172	C900	Recurrent	Nancy Kimachas	FINANCE	50,000	No surrender docs have been submitted
17-06-16	2514376	C879	Recurrent	Peter K. Sitati	FINANCE	433,200	No surrender docs have been submitted
10-09-15	2312269	C111	Recurrent	Sylas Kimtei Tomno	FINANCE	1,840,000	No surrender docs have been submitted
28-05-16	2514354	C822	Recurrent	Teresa Barasa	FINANCE	806,160	No surrender docs have been submitted
			Recurrent		**FINANCE Total**	5,868,900	
24.06.2015	396079	902	Recurrent	Vincent Wekesa	GENDER	2,828,950	No surrender docs have been submitted
17-06-16	2318279	C868	Recurrent	Barbra Namwenga	GENDER	200,000.00	No surrender docs have been submitted
17-06-16	2318278	C867	Recurrent	Benson M Pkania	GENDER	800,000	No surrender docs have been submitted
8-13-15	1983285	C14	Recurrent	Godfrey Simiyu	GENDER	300,000	No surrender docs have been submitted
6-17-16	2318270	C870	Recurrent	Jael A. Barasa	GENDER	16,800	No surrender docs have been submitted
8-27-15	2313071	C68	Recurrent	Mildred Khasiala Induli	GENDER	441,600	No surrender docs have been submitted
			Recurrent		**GENDER Total**	4,587,350	
04-02-16	2318198	C456	Recurrent	Antony Mulati	GOVERNOR	350,000	No surrender docs have been submitted
19-10-15	2312462	C214	Recurrent	Arnold Simiyu Shikuku	GOVERNOR	92,000	No surrender docs have been submitted
10-05-16	2514063	C720	Recurrent	Ben Arenico	GOVERNOR	38,900	No surrender docs have

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
							been submitted
17-06-16	2514364	C896	Recurrent	Fred Wakhungu	GOVERNOR	18,900	No surrender docs have been submitted
07-09-15	2313181	C103	Recurrent	Everlyn Wekesa	GOVERNOR	60,000	No surrender docs have been submitted
27-05-16	2514092	C810	Recurrent	Felistus Butali	GOVERNOR	151,000	No surrender docs have been submitted
25-06-16	2514394	C943	Recurrent	Felistus Butali	GOVERNOR	448,000	No surrender docs have been submitted
13-11-15	2195685	C284	Recurrent	Humphrey Situma	GOVERNOR	2,200,000	No surrender docs have been submitted
10-09-15	2313188	C110	Recurrent	Laban Tirok Kandie	GOVERNOR	104,600	No surrender docs have been submitted
12-04-16	2318343	C667	Recurrent	Lydia Mtai	GOVERNOR	79,600	No surrender docs have been submitted
18-03-16	2318313	C565	Recurrent	Moses Wafula	GOVERNOR	715,000	No surrender docs have been submitted
04-02-16	2318183	C454	Recurrent	Julius Bakasa	GOVERNOR	250,000	No surrender docs have been submitted
09-02-16	2318168	C476	Recurrent	Ben Arenico	GOVERNOR	71,400	No surrender docs have been submitted
17-02-16	2318302	C527	Recurrent	Edwin Wafula	GOVERNOR	117,400	No surrender docs have been submitted
11-02-16	2318303	C486	Recurrent	Everret Wafula	GOVERNOR	300,000	No surrender docs have been submitted
11-02-16	2318177	C481	Recurrent	Geoffrey Wanyama	GOVERNOR	99,800	No surrender docs have been submitted
03-02-16	2318161	C439	Recurrent	Moses Wafula	GOVERNOR	125,000	No surrender docs have been submitted
03-02-16	2318169	C449	Recurrent	Peter Wafula	GOVERNOR	55,000	No surrender docs have been submitted
07-06-16	2514086	C850	Recurrent	Rosemary	GOVERNOR	30,000	No surrender docs have

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
				Wachiye			been submitted
31-03-16	2318334	C610	Recurrent	Wanyonyi Buteyo	GOVERNOR	100,000	No surrender docs have been submitted
11-02-16	2318199	C515	Recurrent	Wanyonyi Buteyo	GOVERNOR	50,000	No surrender docs have been submitted
			Recurrent		**GOVERNOR Total**	5,456,600	
11.11.2014	211844	324	Recurrent	Everlyne Sikenyi	HEALTH	10,000	No surrender docs have been submitted
21.08.2014	215817	28	Recurrent	Aggrey Matumbai	HEALTH	47,500	No surrender docs have been submitted
28-06-16	2190857	C956	Recurrent	Mathias Wanyela	HEALTH	42,000	No surrender docs have been submitted
26-05-16	2190852	C787	Recurrent	Moses W. Wanyonyi	HEALTH	137,000	No surrender docs have been submitted
16-10-15	2190751	C207	Recurrent	Sylvester Simiyu Mutoro	HEALTH	176,800	No surrender docs have been submitted
			Recurrent		**HEALTH Total**	413,300	
11-11-15	2313035	C278	Recurrent	John Barasa Munyasia	HOUSING	849,295	No surrender docs have been submitted
					HOUSING Total	849,295	
18.05.2015	180457	99	Development	CHEPKORI CAROLYNE	TRADE	18,000	No surrender docs have been submitted
29.01.2015		512	Recurrent	Timothy Omollo	TRADE	30,000	No surrender docs have been submitted

DATE	IMPREST WARRANT	C/B NO.	SOURCE	PAYEE	MINISTRY	OUTSTANDING	COMMENT
					TRADE Total	48,000	
31.03.2015	2190557	737	Recurrent	MAURICE SIMIYU	Water	50,000	No surrender docs have been submitted
31.03.2015					**Water Total**	50,000	
					Grand Total	24,065,317	

ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/2016	Historical Cost (Kshs) 2014/2015
Land	2,277,947	93,495,000
Buildings and structures	752,883,662	5,907,900
Transport equipment	25,122,398	184,672,673
Office equipment, furniture and fittings	26,421,858	28,038,478
ICT Equipment, Software and Other ICT Assets	124,489,043	65,967,365
Other Machinery and Equipment	61,502,689	270,299,763
Heritage and cultural assets	-	1,779,805
Others	197,195,975	1,328,044,828
Total	**1,189,893,572**	**1,978,205,812**