REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

COUNTY EXECUTIVE OF KISII

FOR THE YEAR ENDED 30 JUNE, 2019

COUNTY EXECUTIVE OF KISII

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2019

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

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I. KEY ENTITY 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 Kisii County Government day-to-day management is under the following key organs:

1. H.E James E.O. Ongwae CBS. EBS. OGW – Governor
2. H.E. Joash Maangi – Deputy Governor
3. Mr. Patrick Lumumba – County Secretary

(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.	CEC Finance	Moses Onderi
2.	Chief Officer Finance	Wilfred Auma
3.	Head of Treasury Accounts	CPA Lukio Obwoge

(d) Fiduciary Oversight Arrangements

- County Assembly of Kisii
- Audit committee
- Public Accounts Committee
- Budget and Appropriations Committee

(e) Entity Headquarters

P.O. Box 4550-40200
Kisii Municipal Building
Kisii-Keroka Road
Kisii, KENYA

(f) Entity Contacts

Telephone: (254) 582030005
E-mail: info@kisii.go.ke
Website: www.kisii.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
   Kisii Branch
   P.O. Box 48400
   Nairobi Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. FORWARD BY THE CEC

Budget performance
The county -wide financial statement provide a broader view of the county finance.
Performance of key development projects
The county has made major strides towards offering most basic services that are generally supported by taxes, grants and intergovernmental revenues. These activities include health services, education, housing and physical planning services, agriculture and extension services, Environment and natural resources, public works and transportation, social protection and cultural services. The county overall performance on its key development agenda has been impressive. It has managed to reverberate its transportation sector by opening, several of its access and village. It has expended its infrastructure in health, education and trade by Construction of various facilities. The county has managed to construct the MRI centre male ward dialysis centre and several dispensaries. The has also managed to initiate Water resources projects including the acquisition of sites for future water supply resources, protection of springs, water reticulation projects, instituting various water resources planning initiatives, and funded the local water treatment facilities.
Comment on value-for-money achievements
The County has been able to realize closer service delivery by constructing MRI Centre and reduced the cost of travel for patients who are need of the services. Construction of male ward has increased the hospital capacity and therefore more patients can be accommodated.

CEC Finance and Economic Planning

STATEMENT OF MANAGEMENT RESPONSIBILITIES

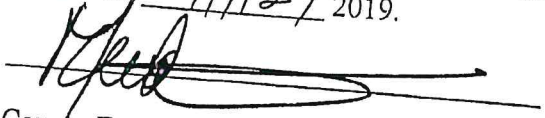
Section 166 of the PFM Act requires that an Accounting Officer for a County Government entity prepares a report for each quarter of the financial year in respect of the entity. The County Executive Committee (CEC) member for finance being the head of the County Treasury is responsible for the preparation 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 quarter ended on 30th June, 2019. 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 this report gives a true and fair view of the state of the County Government's transactions during the quarter ended 30th June, 2019, 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 this report 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 quarter 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 11/12/ 2019.



County Executive Committee member – Finance and Economic Planning

REPUBLIC OF KENYA

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

OFFICE OF THE AUDITOR GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF KISII FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Executive of Kisii set out on pages 1 to 62, which comprise the statement of assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation: recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the 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 County Executive of Kisii as at 30 June, 2019, 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. Presentation and Disclosure of the Financial Statements

The financial statements did not include all information as required in the format prescribed by the Public Sector Accounting Standards Board (PSASB) in accordance with Section 194(1)(d) of the Public Finance Management Act, 2012. In particular, the financial statements did not make full disclosure with regards to the non-financial information such as detailed key entity information, leadership of the County, key Management staff among others.

Consequently, the financial statements for the year ended 30 June, 2019 do not conform to the presentation format prescribed by the PSASB.

2. Inaccuracy of the Statement of Receipts and Payments

As disclosed under Note 12 to the financial statements, the statement of receipts and payments reflects a balance of Kshs.2,245,115,131 under use of goods and services.

However, the balance includes an imprest of Kshs.572,590 issued to an officer but the expenditure was not supported by adequate surrender documents.

Further, an amount of Kshs.422,828,648 incurred on development projects for Kisii Teaching and Referral Hospital and other health facilities in respect of acquisition of assets - construction of buildings and civil works and purchase of specialized plant, machinery and equipment was wrongly classified under operating expenses.

Consequently, the accuracy of the above balance reflected in the statement of receipts and payments for the year ended 30 June, 2019 could not be confirmed.

3. Unsupported Pending Accounts Payables

As disclosed in Note 2.3 - Other important disclosures and under Annex 1 to the financial statements, the County Executive had pending accounts payables totalling Kshs.1,076,394,255 (2019: Kshs.1,264,907,554) which were not settled during the year under review but were carried forward to 2019/2020 financial year. The bills include bills amounting to Kshs.178,094,012 in respect of roads projects which were not supported by adequate relevant documentation such as contract agreements, invoices/payment certificates and certificates of completion.

Further, bills totalling Kshs.119,261,543 were due at the closure of the financial year 2017/2018 in the Department of Roads and Public Works, Department of County Administration and Stakeholders Management, Department of Trade and Tourism and Kisii Municipality, which were not factored in the financial year 2018/2019 but no evidence was availed that they were discharged as a first charge during the year under review

However, Management has not explained why the bills were not settled during the year in which they occurred.

Failure to settle bills during the year to which they relate distorts the financial statements and adversely affects the budgetary provisions for the subsequent year as they form a first charge.

4. Unsupported Summary Statement of Appropriations

A review of the summary statement of appropriation: recurrent and development combined reflects the following balances which were not supported with schedules as tabulated below:

Details	Amounts (Kshs)
Recurrent Appropriation	
Use of Goods and Services	2,245,115,131
Other Grants and Transfers	566,718,455
Acquisition of Assets	78,356,046
Development Appropriation	
Use of Goods and Services	801,465,632
Acquisition of Assets	1,394,216,709

Consequently, the accuracy and completeness of the summary statement of appropriation could not be confirmed.

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

Budget Control and Performance

The statement of summary statement of appropriation – recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.11,876,515,616 and Kshs.9,489,974,981 respectively resulting to an under-funding of Kshs.2,386,540,633 or 21% of the budget. Similarly, the County Executive expended Kshs.9,895,784,029 against an approved budget of Kshs.11,876,515,616 resulting to an under-expenditure of Kshs.1,980,731,587 or 17% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the citizens of Kisii County Executive.

Further, a comparison of the IFMIS Budget amounts against line items of the county own-generated receipts revealed the following anomalies:

i. According to the summary statements of appropriation, the budgeted revenue was Kshs.950,000,000 while the actual collection was Kshs.489,080,174. However, no disclosure was made to explain the reason for the material difference amounting to Kshs.460,919,826 between the budgeted revenue and actual amount.

ii. The single business register indicates that out of collectable fees of Kshs.90,907,749, an amount of Kshs.77,633,549 was collected leaving a balance of Kshs.13,274,200 unrealized. No satisfactory explanation was provided for the under-collection.

iii. The land register shows arrears of property rates amounting to Kshs.361,713,926 as at 30 June, 2019. The arrears increased from Kshs.300,949,547 reported in the financial year 2017/2018 by Kshs.60,764,379 out of which Kshs.8,539,852 only was collected in the financial year 2018/2019. No satisfactory explanation

was provided for the high increase in arrears as per the property register without a corresponding increase in revenue collections.

iv. Forty-four (44) revenue streams were approved under the Kisii County Finance Act, 2018 and included in the financial year 2018/2019 approved budget. However, examination of revenue reports revealed that no revenue was realized in twenty-one revenue streams with a total budget of Kshs.112,350,000. No satisfactory explanation was provided for the nil receipts.

Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements. Although the Management has indicated that the issues have been responded to, the matters remained unresolved as the Senate had not deliberated on them.

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. Delayed Upgrading of Main Stage – Getare Road

Management awarded a contract for the routine maintenance of Kisii main stage – Getare road to bitumen standards at a contract sum of Kshs.49,528,694 on 14 March, 2018 and contract period was six (6) months. However, the Management varied the contract sum from Kshs.39,819,610 to Kshs.49,528,694, a variation of 24.38% before the lapse of twelve (12) months from the date of signing the contract contrary to the provisions of section 139(4) of Public Procurement and Asset Disposal Act, 2015. In addition, physical verification done on 25 September, 2019 revealed the road was only 75% complete and the contractor had abandoned the site.

Consequently, the value for the money of the contract for the revised contract sum of Kshs.49,528,694 could not be confirmed.

2. Non-Compliance with the Public Procurement and Asset Disposal Act, 2015

Management awarded a contract for construction of box culverts at Kanyimbo, Oasis and Mochengo at a contract sum of Kshs.22,626,360 out of which an amount of Kshs.22,524,996 had been paid as at 30 June, 2019. The Management allowed for variation of completion period from three (3) months to six (6) months. However, no

documents were availed for audit review to support the variations. The variation of the contract period was done before the lapse of twelve months from the date of signing the contract contrary to the provisions of Section 139(4) of the Public Procurement and Asset Disposal Act, 2015.

Consequently, Management is in breach of the law.

3. Delay in Repair and Maintenance of Road

During the year under review, the Management awarded a contract for the repair and maintenance of Eberege-Mugumo-Nyagancha Road for a sum of Kshs.3,827,198 out of which an amount of Kshs.2,912,946 had been paid as at 30 June, 2019. The contract agreement was signed on 25 February, 2019 with the commencement date of 4 March, 2019 and the expected completion period of three (3) months after signing of the contract agreement. However, physical verification conducted on 29 September, 2019 revealed that the culverts construction had not been done and the project was behind schedule by four (4) months.

Consequently, the value for money of the contract sum of Kshs.3,827,198 could not be confirmed.

4. Stalled Projects

Examination of records and physical verification of nine (9) sampled projects with a total contract sum of Kshs.35,206,317 revealed that the projects were not complete as per the stipulated time and contractors were not on site as detailed below.

No.	Project	Contract Value (Kshs)	Amount Paid (Kshs)	Expected Completion Date	% Completion
1	Keumbu ward offices	4,961,980	4,023,723	21 November, 2016	60
2	Sengera Bosoti ward offices	4,814,707	4,327,613	6 July, 2016	65
3	Nyatieko ward offices	4,853,440	4,853,440	24 August, 2018	75
4	Machoge Bassi ward offices	4,850,400	4,507,347	29 December, 2016	85
5	Bonchari youth polytechnic hostel	3,838,350	490,698	15 November, 2018	60
6	Keumbu youth polytechnic hostel	3,305,440	998,760	15 November, 2018	40
7	Kenyanya youth polytechnic hostel	3,298,950	486,098	15 November, 2018	40
8	Genga youth polytechnic hostel	3,372,550	972,196	15 November, 2018	40
9	ECDE Classrooms at Giosana and Chironge Bassi Bogetaorio	1,910,500	-	24 February, 2016	0
	Total	**35,206,317**	**20,659,875**		

However, Management did not provide satisfactory explanations for failure to complete the projects and the measures put in place on how the projects would be completed. This is contrary to the values and principles of public service as provided for under Article

232 (1c) of the Constitution which requires responsive, prompt, effective, impartial and equitable provision of services.

In the circumstances, the citizens have not received the services as planned.

5. Market Sheds Not Operational

During the year under review, the Department for Trade paid Kshs.11,985,301 for the construction of market sheds in various market centres. However, physical verification of the market sheds conducted during the month of October, 2019 revealed that the market sheds, though paid for fully, had not been put to use as detailed below.

No.	Market Shed	Contract Value Kshs.	Status
1	Sengera Market	2,575,392	Complete but not in use
2	Gesieka Market	2,494,178	Complete but not in use
3	Nyanturago Market	2,226,725	Complete but not in use
4	Raganga Market	2,558,538	Complete but not in use
5	Matongo Market	2,130,468	60% complete but not in use
	Total	**11,985,301**	

Management explained that the delay in operation was due to non-approval of the Market Management Regulations by the County Assembly of Kisii to operationalize the County Trade and Market Act, 2015. This is contrary to the values and principles of public service as provided for under Article 232 (1c) of the Constitution which requires responsive, prompt, effective, impartial and equitable provision of services.

In the circumstances, the public have not received value for money spent on the market sheds.

6. Failure to Fully Execute Contract Supply and Installation of Greenhouses

On 21 March, 2016, the Management had awarded a contract for the supply and installation of fifty five (55) complete greenhouses at a contract sum of Kshs.16,290,000. Thirty eight (38) green houses and chemicals were delivered on 8 June, 2016 and stored at the Kisii County Agricultural Training Center from where they were issued to the beneficiaries. However, seventeen (17) green houses were not delivered to the project as per the terms of the contract. Further, an amount of Kshs.11,254,909 was paid for the thirty-eight (38) greenhouses delivered and Kshs.428,413 was paid for training of the beneficiaries, without installation and commissioning of the same as provided for in the contract agreement.

Further, physical verification of the greenhouses conducted on 2 October, 2019 revealed that three (3) greenhouses were not functional as detailed below.

Beneficiary	Status
Kegati Primary School	Not fully installed. Drip lines were not in place. An interview with the beneficiaries revealed that the greenhouses were installed by residents and no training was conducted.
Nyanko Primary School	Tank was removed because it could not hold water after having been poorly installed. An interview with the beneficiaries revealed that the greenhouses were installed by the residents and no training was conducted.
St. Peters Soko Primary School	Tank had broken down after being blown by the wind having been poorly installed. Drip lines were not in place. An interview with the beneficiaries revealed that the greenhouses were installed by residents and no training was conducted.

Consequently, the regularity and value for money for the contract sum of Kshs.16,290,000 for the green houses could not be ascertained.

7. Construction of Parking Area, Gate and Fencing of Avocado Factory

During the year under review, the Management awarded a contract for the construction of a parking, gate and fence for an avocado factory at a contract sum of Kshs.2,900,000. The contract was to commence from 10 May, 2019 to 16 May, 2019. On 20 May, 2019 a completion certificate for Kshs.2,900,000 was raised and payment made on 24 June, 2019. However, a physical verification done during the month of October, 2019 revealed that the chain-link fence was incomplete and the gate had not been constructed while the cabro-parking was not completed despite the full payment having been made.

Consequently, the regularity and value for money of the expenditure of Kshs.2,900,000 could not be ascertained.

8. Procurement Plan for Road Projects

The Department for Roads has a documented Procurement Plan prepared manually. However, details of development activities in the Department were not listed separately but were instead aggregated making it difficult to identify the individual projects in the plan. A review of the Procurement Plan revealed the following:

i. The Procurement Plan did not show the timelines within which the procurement cycle of the various activities were to be undertaken.

ii. A comparison with the IFMIS Procurement Plan revealed that the manual Procurement Plan did not specify the actual activities to be carried out but instead aggregated the activities under different line items.

iii. The IFMIS procurement plan was not aligned to the approved supplementary budget.

iv. The supplementary budget was prepared and approved in December, 2018. However, the Manual Procurement Plan was not revised resulting to the implementation of projects which were not in the approved final budget.

Management, therefore, breached the provisions of regulation 50(2) of the Public Finance Management (County Governments) Regulations, 2015 that requires expenditure commitments for goods and services to be controlled against spending and procurement plans approved by the Accounting Officer, based on allocations and allotments from approved budgets.

9. Irregular Wage Bill

The statements of receipts and payments reflects an expenditure of Kshs.4,608,874,561 on compensation of employees representing 49% of the total receipts of Kshs.9,489,974,981. 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.

10. Non-Compliance with Law on Ethnic Composition

The Kisii County Public Service Board recruited two hundred and thirty-five (235) officers during the year under review out of whom two hundred and twenty-nine (229) or (97%) were from the dominant ethnic community in the county. This was contrary to provisions of Section 65(1e) of the County Governments Act, 2012 which requires that, in selecting candidates for appointment, the board shall consider the need to ensure that at least thirty percent (30%) of the vacant positions at the entry level are filled by candidates who are not from the dominant ethnic community in the County.

Consequently, Management is 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. Lack of Risk Management Policy

Management did not avail documentary evidence to support that the County Executive had a Risk Management Policy Framework to guide in identification, classification and developing of responses to various potential risks. The County Executive may not be able to respond effectively in the event of a disaster or an emergency.

Consequently, it has not been possible to confirm Management's preparedness in case of emergence of risk.

2. Lack of Internal Audit Committee

Management did not avail documentary evidence to support that the County Executive has an Audit Committee established and operationalized in the County. This was contrary to provisions of Regulation 167(1) of the Public Finance Management (County Governments) Regulations, 2015 that requires each County Government entity to have an audit committee in place .

Consequently, the County Executive may not have an effective internal control structure to effectively safeguard against irregularities in the use of public resources

3. Approved Human Resource Establishment

Management did not avail supporting documents as evidence that the County Executive has an approved staff establishment and human resource plans for the departments. This is contrary to Section B2(1) of the County Human Resource Policies and Procedures Manual.

In the circumstances, it has not been possible to determine whether the County Executive is optimally staffed.

4. Lack of Updated Summary of Fixed Assets

The summary of fixed assets in Annexure 5 to the financial statements indicates various classes of assets with a total historical costs of Kshs.12,430,323,374 as at 30 June, 2019. However, it was not possible to determine the value of the assets from the assets register because the register was not updated as many assets reflected nil value.

Consequently, it has not been possible to determine the economic value of the assets and whether the Management has taken adequate custody and measures to safeguard the assets.

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 Executive'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 intention to dissolve the County Executive or cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, 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 Executive 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 the policies and procedures may deteriorate.

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

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Executive's ability 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 Executive to cease to continue to sustaining its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the County Executive to express an opinion on the financial statements.

- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

Nancy Gathungu
AUDITOR-GENERAL

Nairobi

18 February, 2021

1.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE, 2019

	Notes	2018-2019 KShs	2017-2018 KShs
RECEIPTS			
Exchequer releases	1	8,718,461,135	8,172,413,497
Proceeds from Domestic and Foreign Grants	2	52,917,950	-
Transfers from Other Government Entities	3	229,515,722	315,711,231
Proceeds from Domestic Borrowings	4	-	-
Proceeds from Foreign Borrowings	5	-	-
Proceeds from Sale of Assets	6	-	-
Reimbursements and Refunds	7	-	-
Returns of Equity Holdings	8	-	-
County Own Generated Receipts	9	489,080,174	507,593,030
Returned CRF issues	10	-	-
TOTAL RECEIPTS		**9,489,974,981**	**8,995,717,758**
PAYMENTS			
Compensation of Employees	11	4,608,874,561	4,206,611,387
Use of goods and services	12	2,245,115,131	2,353,037,047
Subsidies	13	-	-
Transfers to Other Government Units	14	1,002,503,127	874,401,598
Other grants and transfers	15	566,718,455	-
Social Security Benefits	16	-	75,881,194
Acquisition of Assets	17	1,472,572,755	1,272,893,968
Finance Costs, including Loan Interest	18	-	-
Repayment of principal on Domestic and Foreign borrowing	19	-	-
Other Payments	20	-	92,383,715
TOTAL PAYMENTS		**9,895,784,029**	**8,875,208,909**
SURPLUS/DEFICIT		**(405,809,049)**	**120,508,849**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 12/12 2019 and signed by:

Chief Officer
Name: WILFRED AMMA

Head of Treasury
Name: CPA EVANS KIAGE
ICPAK Member Number: 12906

1.2. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE, 2019

	Notes	2018-2019 KShs	2017-2018 KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	21A	1,461,393,062	1,857,942,106
Cash Balances	21B	3,604,450	-
Total Cash and cash equivalent		**1,464,997,512**	**1,857,942,106**
Accounts receivables – Outstanding Imprests	22	-	-
Total Financial Assets		**1,464,997,512**	**1,857,942,106**
Financial Liabilities			
Accounts Payables – Deposits and retentions	23	29,284,868	16,420,414
Net Financial Assets		**1,435,712,644**	**1,841,521,692**
REPRESENTED BY			
Fund balance b/fwd	24	**1,841,521,693**	**2,143,949,947**
Prior year adjustments	25	-	**422,937,103**
Surplus/Deficit for the year		**(405,809,049)**	**120,508,849**
Net Financial Position		**1,435,712,644**	**1,841,521,693**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 11/12/ 2019 and signed by:

Chief Officer
Name: ALFRED AUMA

for Head of Treasury
Name: CPA EVANS KIAGE
ICPAK Member Number: 12906

1.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE, 2019

		2018-2019	2017 – 2018
	Notes	KShs	KShs
Receipts from operating income			
Exchequer Releases	1	8,718,461,135	8,172,413,497
Proceeds from Domestic and Foreign Grants	2	52,917,950	-
Transfers from Other Government Entities	3	229,515,722	315,711,231
Reimbursements and Refunds	7	-	-
Returns of Equity Holdings	8	-	-
County Own Generated Receipts	9	489,080,174	507,593,030
Returned CRF issues	10	-	-
Payments for operating expenses			
Compensation of Employees	11	(4,608,874,561)	(4,206,611,387)
Use of goods and services	12	(2,245,115,131)	(2,353,037,047)
Subsidies	13	-	-
Transfers to Other Government Units	14	(1,002,503,127)	(874,401,598)
Other grants and transfers	15	(566,718,455)	-
Social Security Benefits	16	-	(75,881,194)
Finance Costs, including Loan Interest	18	-	-
Other Payments	20	-	(92,383,715)
Adjusted for:			
Changes in receivable		-	
Changes in Payables		(12,864,454)	16,420,414
Adjustments during the year		-	(422,937,103)
Net cash flow from operating activities		**1,053,899,253**	**986,886,128**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	6	-	-
Acquisition of Assets	17	(1,472,572,755)	(1,272,893,968)
Net cash flows from Investing Activities		**(1,472,572,755)**	**(1,272,893,968)**
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Domestic Borrowings	4	-	-
Proceeds from Foreign Borrowings	5	-	-
Repayment of principal on Domestic and Foreign borrowing	19	-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		**(418,673,503)**	**(286,007,840)**
Cash and cash equivalents at BEGINNING of the year	21	**1,857,942,107**	**2,143,949,947**
Cash and cash equivalents at END of the year	24	**1,464,997,512**	**1,857,942,107**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 11/12/ 2019 and signed by:

Chief Officer
Name: WILFRED AUMA

For: Head of Treasury
Name: CPA EVANS KIAGE
ICPAK Member Number 12906

1.4. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30TH JUNE, 2019

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	10,522,708,782	104,201,112	10,626,909,894	8,718,461,135	1,908,448,757	82
Proceeds from Domestic and Foreign Grants	70,090,000		70,090,000	52,917,950	17,172,050	76
Transfers from Other Government Entities	229,515,722		229,515,722	229,515,722		100
Proceeds from Domestic Borrowings						
Proceeds from Foreign Borrowings						
Proceeds from Sale of Assets						
Reimbursements and Refunds						
Returns of Equity Holdings						
County Own Generated receipts	950,000,000		950,000,000	489,080,174	460,919,826	51
Return issues to CRF						
TOTAL	**11,772,314,504**	**104,201,112**	**11,876,515,616**	**9,489,974,981**	**2,386,540,633**	**79**
PAYMENTS						
Compensation of Employees	4,909,828,772.00	312,500,000.00	5,222,328,772.00	4,608,874,561	118,054,558	98
Use of goods and services	4,072,643,682.00	- 48,081,599.00	4,024,562,083.00	2,245,115,131	1,283,007,572	64

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 %
Subsidies	-	-	-	-	-	-
Transfers to Other Government Units	1,169,603127	(90,000)	1,169,513,127	1,002,503,127	167,010,000	85
Other grants and transfers	50,000,000	(35,000,000)	15,000,000	566,718,455	(551,718,455)	3778
Social Security Benefits	-	-	-	-	-	-
Acquisition of Assets	2,767,077,936.00	- 205,247,289.00	2,561,830,647.00	1,472,572,755	959,257,872	61
Finance Costs, including Loan Interest	-	-	-	-	-	-
Repayment of principal on borrowings	-	-	-	-	-	-
Other Payments	15,000,000	(9,880,000)	5,120,000	-	5,120,000	-
TOTAL	**11,772,314,504**	**104,201,112**	**11,876,515,616**	**9,895,784,029**	**1,980,731,587**	**83**
SURPLUS/(DEFICIT)						

(a) Underutilization of transfers to other government units was occasioned by late disbursement of fund from the National Government

(b) Other Grants and Transfers are funds transferred were overutilized due to transfers of Bursary, Kenya Urban Support Programme , Agricultural Sector Development Support Programme, Youth Polytechnics, European Union IDEAS,DANIDA and National Rural Inclusive Growth Projects

The entity financial statements were approved on 11/12/ 2019 and signed by:

Chief Officer

For: Head of Treasury Accounts

Name: WILFRED AUMA

Name: CPA EVANS KIAGE
ICPAK Member Number 12906

1.5. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT FOR THE YEAR ENDED 30TH JUNE, 2019

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	7,042,447,395	275,347,212	7,317,794,607	5,955,724,961	1,362,069,646	81
Proceeds from Domestic and Foreign Grants						
Transfers from Other Government Entities	26,138,997		26,138,997	26,138,997		100
Proceeds from Domestic Borrowings						
Proceeds from Foreign Borrowings						
Proceeds from Sale of Assets						
Reimbursements and Refunds						
Returns of Equity Holdings						
County Own Generated receipts	665,000,000		665,000,000	342,356,122	322,643,878	51
Return CRF issues						
TOTAL	**7,733,586,392**	**275,347,212**	**8,008,933,604.**	**6,324,220,079**	**1,684,713,525**	**79**
PAYMENTS						
Compensation of Employees	4,426,929,119	300,000,000	4,726,929,119	4,608,874,561	118,054,558	98
Use of goods and services	2,141,154,146	22,811,952	2,163,966,098	1,443,649,499	720,316,599	67
Subsidies	-	-	-	-	-	-
Transfers to Other Government Units	987,653,127	(90,000)	987,563,127	1,002,503,127	(14,940,000)	102
Other grants and transfers	50,000,000	(35,000,000)	15,000,000	566,718,455	(551,718,455)	3778
Social Security Benefits	-	-	-	-	-	-

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 %
Acquisition of Assets	112,850,000	(2,494,740)	110,355,260	78,356,046	31,999,214	71
Finance Costs, including Loan Interest	-	-	-	-	-	-
Repayment of principal on borrowings	-	-	-	-	-	-
Other Payments	15,000,000	(9,880,000)	5,120,000	-	5,120,000	-
TOTAL	**7,733,586,392**	**275,347,212**	**8,008,933,604**	**7,700,101,688**	**308,831,916**	**96**
SURPLUS/(DEFICIT)	-	-	-	**(1,375,881,609)**	**1,375,881,609**	-

(a) Underutilization of transfers to other government units was occasioned by late disbursement of fund from the National Government

(b) Other Grants and Transfers are funds transferred were overutilized due to transfers of Bursary, Kenya Urban Support Programme, Agricultural Sector Development Support Programme, Youth Polytechnics, European Union IDEAS, DANIDA and National Rural Inclusive Growth Projects

(c) Transfers to other Government units were over utilized due to transfer to County Assembly.

The entity financial statements were approved on 11/12/ 2019 and signed by:

Chief Officer
Name: WILFRED AUMA

Head of Treasury Accounts
Name: CPA EVANS KIAGE
ICPAK Member Number: 12906

1.6. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT FOR THE YEAR ENDED 30TH JUNE, 2019

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	3,480,261,387	(171,146,100)	3,309,115,287	2,762,736,176	546,379,111	83
Proceeds from Domestic and Foreign Grants	70,090,000		70,090,000	52,917,950	17,572,050	76
Transfers from Other Government Entities	203,376,725		203,376,725	203,376,725		100
Proceeds from Domestic Borrowings						
Proceeds from Foreign Borrowings						
Proceeds from Sale of Assets						
Reimbursements and Refunds						
Returns of Equity Holdings						
County Own Generated receipts	285,000,000		285,000,000	146,724,052	1318,275,948	51
TOTAL	**4,038,728,112**	**(171,146,100)**	**3,867,582,012**	**3,165,754,904**	**701,827,108**	**82**
PAYMENTS						
Compensation of Employees	-	-	-	-	-	-
Use of goods and	1,452,550,176	(88,393,551)	1,364,156,625	801,465,632	562,690,993	59

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 %
services						
Subsidies	-	-	-	-	-	-
Transfers to Other Government Units	181,950,000	-	181,950,000	-	181,950,000	-
Other grants and transfers	-	-	-	-	-	-
Social Security Benefits	-	-	-	-	-	-
Acquisition of Assets	2,404,227,936	(82,752,549)	2,321,475,387	1,394,216,709	927,258,678	60
Finance Costs, including Loan Interest	-	-	-	-	-	-
Repayment of principal on borrowings	-	-	-	-	-	-
Other Payments	-	-	-	-	-	-
TOTALS	**4,038,728,112**	**(171,146,100)**	**3,867,582,012**	**2,195,682,341**	**1,671,899,671**	**57**
SURPLUS/(DEFICIT)	-	-	-	**(970,072,563)**	**970,072,563**	-

The entity financial statements were approved on 11/12/ 2019 and signed by:

Chief Officer
Name: WILFRED AUMA

Head of Treasury Accounts
Name: CPA EVANS KIAGE
ICPAK Member Number: 12906

1.7. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

2. Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019	2018/2019	2018/2019	2018/2019	
	KShs	KShs	KShs	KShs	KShs
County Executive					
Administration, planning and support services	336,616,465	12,500,000	349,116,465	338,297,114	10,819,351
Office of the governor	50,661,896	8,550,000	59,211,896	53,599,295	5,612,601
Office of the county secretary	27,500,000	2,500,000	30,000,000	20,787,874	9,212,126
Office of the county attorney	10,650,000	3,350,000	14,000,000	8,797,922	5,202,078
Communication services	9,250,000	(2,000,000)	7,250,000	3,492,100	3,757,900
Special programmes	7,750,000	-	7,750,000	8,487,907	(737,907)
Public private partnership	2,500,000		2,500,000	1,000,000	1,500,000
County public service	40,550,000	(2,500,000)	38,050,000	30,310,609	7,739,391
Sub-Total	**485,478,361**	**22,400,000**	**507,878,361**	**464,772,821**	**43,105,540**
County Administration					-
Administration, Planning and Support services	592,772,416	13,978,000	602,100,416	561,559,915	40,540,501
Devolved units services	28,689,437	(4,789,437)	23,900,000	13,399,804	10,500,196
Enforcement services	15,380,000	(1,780,000)	13,600,000	6,302,184	7,297,816
Human Resource development	12,600,000	(1,020,000)	11,580,000	4,942,380	6,637,620
Stakeholder management	70,960,000	13,248,000	84,208,000	50,985,732	33,222,268
Disaster management	13,300,000	(2,060,000)	11,240,000	5,181,300	6,058,700
Sub-Total	**733,701,853**	**17,576,563**	**746,628,416**	**642,371,315**	**104,257,101**
Finance and Economic Planning					-

Administration, coordination and support services	995,305,275	(35,680,000)	959,625,275	782,411,332	177,213,943
Public financial management services	98,761,519	538,481	99,300,000	80,801,691	18,498,309
county planning services	154,672,508	40,483,679	195,156,187	184,073,965	11,082,222
Information communication services	130,764,954	4,400,000	135,164,954	83,327,874	51,837,080
Sub-Total	**1,379,504,256**	**9,742,160**	**1,389,246,416**	**1,130,614,862**	**258,631,554**
					-
Agriculture, Livestock, Fisheries and Cooperative					-
Administrative and support services	266,259,622	(427,989)	265,831,633	265,831,633	-
Crop development and value addition	221,537,962	(45,060,798)	176,477,164	86,676,253	89,800,911
Livestock development	236,440,438	31,707,825	268,148,263	194,105,621	74,042,642
Veterinary services	111,000,000	11,000,000	122,000,000	121,773,650	226,350
Co-operative development and management	-		-	-	-
Fisheries development	19,000,000	(2,000,000)	17,000,000	14,998,600	2,001,400
Agriculture engineering services	5,000,000	3,000,000	8,000,000	8,000,000	-
Kisii agricultural training centre	15,000,000	(8,000,000)	7,000,000	1,999,282	5,000,718
Sub-Total	**874,238,022**	**(9,780,962)**	**864,457,060**	**693,385,039**	**171,072,021**
Energy, Water, Environment and Natural Resources					
Administration and planning services	80,252,932	420,000	80,672,932	80,672,932	-
Water and sanitation services	346,282,482	(72,484,682)	273,797,800	163,027,893	110,769,907
Environment management	58,801,000	469,000	59,270,000	38,810,132	20,459,868
Energy services	18,000,000	(10,000,000)	8,000,000	2,001,560	5,998,440
Sub-Total	**503,336,414**	**(81,595,682)**	**421,740,732**	**284,512,517**	**137,228,215**
Education, Labour and Manpower Development					-

General administration and planning services	599,203,374	(11,414,000)	587,789,374	572,560,803	15,228,571
Early childhood development education	123,962,798	(31,250,000)	92,712,798	27,861,711	64,851,087
Vocational training	136,105,989	(10,000,000)	126,105,989	41,045,087	85,060,902
Sub-Total	**859,272,161**	**(52,664,000)**	**806,608,161**	**641,467,601**	**165,140,560**
County Health Services					-
Medical services	3,639,238,458	283,092,174	3,922,330,632	3,414,248,908	508,081,724
Public health	36,720,000	(13,690,000)	23,030,000	20,876,746	2,153,254
Sub-Total	**3,675,958,458**	**269,402,174**	**3,945,360,632**	**3,435,125,654**	**510,234,978**
Lands, Physical Planning and Urban Development					-
Administration, planning and support services	51,250,000	7,705,000	58,955,000	44,623,102	14,331,898
Land use services	65,000,000	(3,000,000)	62,000,000	49,020,510	12,979,490
Urban development	239,350,000	(30,100,000)	209,250,000	135,200,509	74,049,491
Sub-Total	**355,600,000**	**(25,395,000)**	**330,205,000**	**228,844,121**	**101,360,879**
Roads, Public Works, Transport and Housing					-
General administration and planning services	119,100,000	(7,515,500)	111,584,500	85,000,000	26,584,500
Roads development	830,687,117	62,753,318	893,440,435	830,136,797	63,303,638
Public works and housing services	123,800,000	(43,654,500)	80,145,500	39,179,901	40,965,599
SUB-TOTAL	**1,073,587,117**	**11,583,318**	**1,085,170,435**	**954,316,698**	**130,853,737**
Trade, Tourism and Industry					-
Administration and planning services	63,780,307	(4,161,000)	59,619,307	49,796,564	9,822,743
Trade development and investment services	147,958,827	3,900,000	151,858,827	44,449,525	107,409,302
Tourism development	17,210,000	(3,294,000)	13,916,000	5,318,400	8,597,600
Weights and measures	4,685,000	(500,000)	4,185,000	2,303,200	1,881,800
Liquor licensing	3,110,000	(150,000)	2,960,000	1,150,000	1,810,000
Betting and gaming	5,790,000	(306,000)	5,484,000	2,775,800	2,708,200

Sub-Total	**242,534,134**	**(4,511,000)**	**238,023,134**	**105,793,489**	**132,229,645**
Culture and Social Services					-
Administration and planning services	66,003,573	(6,371,000)	59,632,573	56,332,805	3,299,768
Sports development	109,349,000	10,000,000	119,349,000	71,772,679	47,576,321
Cultural services	74,651,000	(37,906,000)	36,745,000	13,217,549	23,527,451
Social development	18,000,000	(4,000,000)	14,000,000	-	14,000,000
Sub-Total	**268,003,573**	**(38,277,000)**	**229,726,573**	**141,323,033**	**88,403,540**
Kisii Town					-
General administration, planning and support services	139,283,600	(9,629,459)	129,654,141	83,741,940	45,912,201
Infrastructure development	194,463,428	-	194,463,428	102,161,812	92,301,616
Sub-Total	**333,747,028**	**(9,629,459)**	**324,117,569**	**185,903,752**	**138,213,817**
Grand Total	**10,784,961,377**	**108,851,112**	**10,889,162,489**	**8,574,958,176**	**2,314,204,313**

Note: the total actual payment on comparable basis vary with total payment on statement of receipts and payments because transfer to Assembly of Kshs 987,353,127, Facility Improvement Fund (FIF) of Kshs 134,802,230 and transfer difference of Ksh175,340,815

2.1. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the 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 County Executive of Kisii. The financial statements encompass the reporting entity as specified under section 164 of the PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

Tax receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

External Assistance

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

Donations and grants

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

Proceeds from borrowing

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

Undrawn external assistance

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

County Own Generated Receipts

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

Returns to CRF Issues

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

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensation of employees

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

Use of goods and services

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

Interest on borrowing

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

Repayment of borrowing (principal amount)

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

Acquisition of fixed assets

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

A fixed asset register is maintained by each public 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 County Executive of Kisii 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 Executive of Kisii includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Cash and cash equivalents

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

Restriction on cash

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2019, this amounted to Kshs 29,284,868 compared to Kshs 16,420,414 in prior period as indicated on note 23

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.

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

10. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Executive of Kisii's budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on 29th June, 2018 for the period 1st July 2018 to 30 June 2019 as required by law. There was one number of supplementary budgets passed in the year. A high-level assessment of the County Executive of Kisii actual performance against the comparable budget for the financial year under review has been included in an annex to 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 the National Treasury and other stakeholders with a significant impact on the financial statements may be adjusted with the concurrence of National 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.

2.2. NOTES TO THE FINANCIAL STATEMENTS

1. EXCHQUER RELEASES

	2018 /2019	2017 /2018
	KShs	KShs
Total	**8,718,461,135**	**8,328,316,940**

The above comprises transfers from the Exchequer from CARA, comprising of equitable share, Level 5 and donor funds released through the exchequer. Exchequer releases are as follows:

1A. Equitable Share

Description	2018/2019	2017/2018
	KShs	KShs
Total Equitable Share for quarter 1	384,650,000	-
Total Equitable Share for quarter 2	2,000,180,000	1,848,413,274
Total Equitable Share for quarter 3	2,115,575,000	2,256,197,620
Total Equitable Share for quarter 4	3,192,595,000	4,067,802,603
Total	**7,693,000,000**	**8,172,413,497**

Note: the Quarter 4 figures incorporate amount of Kshs 615,440,000 for the period but received in CRF account on 5/7/2019 which was recognised as cash in transit.

1B: Level 5 Hospitals Allocation

Description	2018/2019	2017/2018
	KShs	KShs
Transfers for level 5 hospitals	417,572,254	-
Total	**417,572,254**	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1C: Donor Funds released through Exchequer Releases as per CARA

Description	2018/2019	2017/2018
	KShs	KShs
DANIDA - Universal Healthcare in Devolved Units Programme	24,907,500	31,745,251
World Bank – THUSCP	36,746,947	23,174,848
National Agricultural & Rural Inclusive Growth Project (NARIGP)	50,078,476	50,609,855
Kenya Devolution Support Programme Level I	-	50,373,489
Kenya Devolution Support Programme Level II	234,727,114	
Kenya Urban Support Programme	164,053,800	-
Agriculture Sector Development Support Program (SIDA)	8,013,827	-
EU-IDEAS	48,161,217	-
Urban Institutional Grant	41,200,000	-
Total	**607,888,881**	**155,903,443**

Note:

The Kenya Devolution Support Program (KDSP) Level II of Kshs 126,446,545 was reported as Exchequer releases in the FY2017/2018.

The Kenya Devolution Support Program (KDSP) Level II of Kshs 234,727,114 and Urban Institutional Grant of Kshs 41,200,000 which was received in CRF on 5/7/2019 and 3/7/2019 respectively were recognised as cash in transit.

2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2018 /2019	2017 /2018
			KShs	KShs
Grants Received from Bilateral Donors (Foreign Governments)				
(Insert name of donor)	-	-	-	-
Grants Received from Multilateral Donors (International Organisations)				
(Insert name of donor)	-	-	-	-
(Insert name of donor)	-	-	-	-
Grants Received from other levels of government				
Youth Polytechnic Support Grant	24/4/2019	-	52,917,950	-
Total			**52,917,950**	-

Note: Kshs 29,817,670 of Youth polytechnic was previously reported under exchequer releases of Kshs. 8,172,413,497 in note 1. However, in the current year, the exchequer note was broken into its various components.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2018 /2019	2017 /2018
	KShs	KShs
Transfers from Central government entities		
Road Maintenance Fuel Levy(State Department of infrastructure	203,376,725	302,237,646
User Fee Foregone	26,138,997	13,473,585
Transfers from Counties		
(insert name of budget agency)	-	-
(insert name of budget agency)	-	-
TOTAL	**229,515,722**	**315,711,231**

4. PROCEEDS FROM DOMESTIC BORROWINGS

	2018 /2019	2017 /2018
	KShs	KShs
Borrowing within General Government	-	-
Borrowing from Monetary Authorities (Central Bank)	-	-
Other Domestic Depository Corporations (Commercial Banks)	-	-
Borrowing from Other Domestic Financial Institutions	-	-
Borrowing from Other Domestic Creditors	-	-
Domestic Currency and Domestic Deposits	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. PROCEEDS FROM FOREIGN BORROWINGS

	2018/2019	2017/2018
	KShs	KShs
Foreign Borrowing – Draw-downs Through Exchequer	-	-
Foreign Borrowing - Direct Payments	-	-
Foreign Currency and Foreign Deposits	-	-
Total	-	-

6. PROCEEDS FROM SALE OF ASSETS

	2018 / 2019	2017 /2018
	KShs	KShs
Receipts from the Sale of Buildings	-	-
Receipts from Sale of Vehicles and Transport Equipment	-	-
Receipts from Sale of Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from Sale of Strategic Reserves Stocks	-	-
Receipts from Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Total	-	-

7. REIMBURSEMENTS AND REFUNDS

	2018 / 2019	2017 /2018
	KShs	KShs
Refund from World Food Programme (WFP)	-	-
Reimbursement of Audit Fees	-	-
Reimbursement on Messing Charges (UNICEF)	-	-
Reimbursement from World Bank – ECD	-	-
Reimbursement from Individuals& Private Organisations	-	-
Reimbursement from Local Government Authorities	-	-
Reimbursement from Statutory Organisations	-	-
Reimbursement within Central Government	-	-
Reimbursement Using Bonds	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. RETURNS OF EQUITY HOLDINGS

	2018 /2019	2017 /2018
	KShs	KShs
Returns of Equity Holdings in Domestic Organisations	-	-
Returns of Equity Holdings in International Organisations	-	-
Total	-	-

9. COUNTY OWN GENERATED RECEIPTS

	2018 /2019	2017 /2018
	KShs	KShs
Transfers from National Government	-	-
Property rates	5,995,384	-
Property Rates arrears	2,544,468	-
Other property charges/Income	111,560	9,187,446
Single Business Permits Current Year	77,633,549	58,494,781
Business permit penalties/forfeiture	-	2,781,599
Tea Cess	-	-
Coffee Cess	-	-
Fruits & vegetables/produce Cess	10,445,941	6,200,661
Log Cess	-	-
Ground Rent	811,981	-
Plot transfer fee	102,930	-
Miscellaneous income	245,260	368,831
Isolation fee surcharge on business permit	1,067,610	-
Ambulant Hawkers Licences (other than BSS permit)	-	-
Impounding charges	2,532,010	-
Sand, Gravel & Ballast extraction fees	-	-
Quarry Extraction Fee	230,601	-
County Premises monthly rent (offices etc)	-	-
Market entrance /gate Fee	60,727,795	52,041,041
Market Plot Rent	3,336,380	6,813,710
Market Shops Rent	3,400	-
Market Kiosk Rent	-	-
Market Stalls Rent	6,256,830	-
EPass Park fees	30,531,507	-
Other Vehicles Enclosed Pass Park fees(Cars, Lorries etc)	15,424,975	73,769,505
Motor Cycle Parking Stickers	17,226,793	-

Street Parking Fees	29,512,520	-
Clamping Fine	-	-
Towing fee	-	-
Storage fees	13,540	-
Clamping Tampering Fee	-	-
Social Hall Hire	-	-
Stadium Hire	-	-
Refuse Collection Fee	-	-
Slaughtering Fees	611,013	539,000
Hides & Skins	-	-
Beacon Search Pointing Fees	5,000	-
Survey Fee	5,000	-
Building Plan Approval fee	21,878,589	10,685,887
Building Inspection fee	-	-
Sign Boards & Advertisement fee	29,455,067	29,584,400
Fire Compliance fee	10,072,300	7,577,890
Administration Service Fee	-	4,200
Public Health Facility Operation	158,131,911	238,249,921
Revenue from Agricultural Training Centre	505,300	3,439,150
Devolved Functions Revenues	3,661,050	1,845,328
Trade and Industry Liquor licence	-	6,009,680
Total	**489,080,174**	**507,593,030**

Note:
County own generated revenue include revenue collected from Facility Improvement Fund (FIF) of Kshs 158,131,911 and Excludes revenue generated from Kisii Teaching and Referral Hospital (KTRH) Fund of Kshs 282,932,093 which is mandated to prepare separate set of financial statement.

The revenue components were aggregated in FY2017/2018. However, in the FY2018/2019 they were separated for clarity

10. RETURNED CRF ISSUES

	2018 /2019	2017 /2018
	KShs	KShs
Recurrent account	-	-
Development account	-	-
Deposit account	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. COMPENSATION OF EMPLOYEES

	2018 /2019	2017 /2018
	KShs	KShs
Basic salaries of permanent employees	2,850,098,755	2,648,504,197
Basic wages of temporary employees	13,744,711	19,534,367
Personal allowances paid as part of salary	1,552,545,634	1,516,564,870
Personal allowances paid as reimbursements	670,530	-
Personal allowances provided in kind	-	-
Pension and other social security contributions	-	-
Compulsory national social security schemes	191,814,932	22,007,953
Compulsory national health insurance schemes	-	-
Social benefit schemes outside government	-	-
Other personnel payments	-	-
Total	**4,608,874,561**	**4,206,611,387**

Note: Compulsory National Social Security schemes of Kshs 191,814,932 includes the arrears from previous financial years paid during the year.

12. USE OF GOODS AND SERVICES

	2018 /2019	2017 / 2018
	KShs	KShs
Utilities, supplies and services	55,829,892	75,723,709
Communication, supplies and services	17,819,436	10,117,903
Domestic travel and subsistence	474,560,137	456,242,790
Foreign travel and subsistence	64,218,415	68,301,952
Printing, advertising and information supplies & services	31,308,469	58,954,169
Rentals of produced assets	10,494,160	15,002,760
Training expenses	100,724,377	58,440,730
Hospitality supplies and services	87,835,333	157,063,447
Insurance costs	74,271,997	19,725,548
Specialized materials and services	300,594,144	310,118,124
Office and general supplies and services	41,942,061	36,346,976
Other operating expenses	668,901,211	709,078,891
Routine maintenance – vehicles and other transport equipment	17,582,717	26,002,841
Fuel Oil and Lubricants	45,046,967	37,087,296
Routine maintenance – other assets	253,985,515	314,829,911
Total	**2,245,115,131**	**2,353,037,047**

Training expenses significantly changed because of Kenya Devolution Support Programme (KDSP)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. SUBSIDIES

Description	2018 /2019	2017/ 2018
	KShs	KShs
Subsidies to Public Corporations		
See list attached	-	-
(insert name)	-	-
Subsidies to Private Enterprises		
See list attached	-	-
(insert name)	-	-

14. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018 /2019	2017 /2018
	KShs	KShs
Transfers to County Government entities		
	-	-
Transfers to Other Counties		
Capital Grants to Government Agencies and Other Levels of Government-NAGRIP	-	-
County Assembly	987,353,127	874,401,598
Other Grants and Transfers-NAGRIP	-	-
Other Current Transfers Grants and Subsidies/ Bursary Allowance	150,000	-
Transfers to National Government entities		
Transfer to the Council of Governors	-	-
Mortgage and Car Loan	15,000,000	-
TOTAL	**1,002,503,127**	**874,401,598**

Note: Mortgage and car loan is a revolving fund that is transferred to Government entity for the purpose of advancing loans to Executive members and the Staff on recovery.

15. OTHER GRANTS AND PAYMENTS

	2018 / 2019	2017 / 2018
	KShs	KShs
Scholarships and other educational benefits/Bursary	135,000,000	-
KUSP	164,053,800	
SIDA/ASDSP	19,013,827	
Village Youth Polythecnic	29,817,667	
EU IDEAS	71,161,217	
DANIDA	36,171,944	
NARIGP	111,500,000	
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	**566,718,455**	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. SOCIAL SECURITY BENEFITS

	2018 /2019	2017 /2018
	KShs	KShs
Government pension and retirement benefits	-	75,881,194
Social security benefits in cash and in kind	-	-
Employer Social Benefits in cash and in kind	-	-
Total	**-**	**75,881,194**

The amount for social security benefits in the FY 2017/2018 was gratuity for officers whose contract ended in the first term of devolution.

17. ACQUISITION OF ASSETS

Non- Financial Assets	2018 /2019	2017 /2018
	KShs	KShs
Purchase of Buildings	-	-
Construction of Buildings	161,584,677	74,449,076
Refurbishment of Buildings	14,495,524	29,702,035
Construction of Roads	481,869,923	578,968,442
Construction and Civil Works	294,479,819	257,439,572
Overhaul and Refurbishment of Construction and Civil Works	7,423,560	25,051,940
Purchase of Vehicles and Other Transport Equipment	62,390,100	53,296,700
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	17,861,750	-
Purchase of Office Furniture and General Equipment	20,834,087	22,309,811
Purchase of ICT Equipment	1,724,128	16,115,522
Purchase of Specialized Plant, Equipment and Machinery	191,003,868	104,448,995
Rehabilitation and Renovation of Plant, Machinery and Equip.	7,288,895	3,605,500
Purchase of Certified Seeds, Breeding Stock and Live Animals	108,928,675	88,753,538
Research, Studies, Project Preparation, Design & Supervision	66,394,934	2,958,000
Rehabilitation of Civil Works	9,292,816	12,294,837
Acquisition of Strategic Stocks and commodities	-	-
Acquisition of Land	27,000,000	-
Acquisition of Intangible Assets	-	-
Total acquisition of non- financial assets	**1,472,572,755**	**1,269,393,968**
Financial Assets		
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions-Mortgage	-	-
Other Domestic Accounts Receivables	-	3,500,000
Total acquisition of financial assets	**-**	**3,500,000**
Total acquisition of assets	**1,472,572,755**	**1,272,893,968**

Note:
Purchase of specialised materials significantly changed due to acquisition of fire engine and purchase of medical equipments.

Research and feasibility studies significantly changed due to Agricultural Sector Development Programme (ASDP) transfers program and consultancy services.

House hold furniture significantly changed due to upgrading of integrated water storage and supply system.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

18. FINANCE COSTS, INCLUDING LOAN INTEREST

	2018 / 2019	2017 /2018
	KShs	KShs
Exchange Rate Losses	-	-
Interest Payments on Foreign Borrowings	-	-
Interest Payments on Guaranteed Debt Taken over by Govt	-	-
Interest on Domestic Borrowings (Non-Govt)	-	-
Interest on Borrowings from Other Government Units	-	-
Total	-	-

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

	2018 /2019	2017 / 2018
	KShs	KShs
Repayments on Borrowings from Domestic	-	-
Principal Repayments on Guaranteed Debt Taken over by Government	-	-
Repayments on Borrowings from Other Domestic Creditors	-	-
Repayment of Principal from Foreign Lending & On – Lending	-	-
Total	-	-

20. OTHER PAYMENTS

	2018 /2019	2017 / 2018
	KShs	KShs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Contractors Retention Money	-	92,383,715
	-	**92,383,715**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

21. CASH AND BANK BALANCES

21A. BANK BALANCES

Name of Bank, Account No. & currency	Indicate whether recurrent, Development, deposit, receipts e.t.c	2018 /2019	2017 /2018
		KShs	KShs
CBK Revenue Fund A/c No 1000170565	CRF	1,075,451,637	1,632,875,852
CBK Development A/c No 1000170425	Development	7,538,680	1,723,798
CBK Recurrent A/c No 1000170395	Recurrent	5,195	1,674,809
CBK Retention, A/c No 1000276681	Deposits	29,284,868	-
CBK Road M. Levy A/c No 1000276697	Fuel Levy	122,791,392	888,642
CBK Maternity Fund A/c No 1000276703	Maternity	172,489	10,650,048
CBK Universal Health Care A/C No. 1000368567	Universal Health Care	9,131,601	-
CBK Village Youth Polytechnic A/C No. 1000368578	Village Youth Polytechnic	52,917,953	-
CBK Agric Sec.Dev Sup Prog A/C No. 1000365498	Support Program	-	-
CBK EU Grant A/C No. 1000394013	Grant	1,200	-
CBK Urban Dev. Grant A/C No. 1000386778	Grant	-	-
Kisii county Agric & Rural Growth A/C No.100036544	DEVELOPMENT	56,554,544	55,000,000
KCB Revenue collection, Kisii Branch, A/c No1140758519	Revenue	5,082,968	5,952,115
KCB Kisii County Health, Kisii Branch A/c No. 1145715052	Imprest	5,327	42,767
CO-OP Kisii County Education, Kisii Branch A/c No. 1141477237100		-	

	Imprest		(16,664)
KCB Iranda Hospital, Kisii Branch A/c No. 1157486959	FIF	763,396	261,624
KCB Nyacheki Hospital, Kisii Branch A/c No. 1102026204	FIF	1,087,349	573,083
KCB Masimba Hospital, Kisii Branch A/c No.1102022888	FIF	2,086,150	611,558
KCB Ibacho, Hospital, Kisii Branch A/c No.1109472706	FIF	486,718	297,740
KCB Ibeno Hospital, Kisii Branch A/c No. 1117448010	FIF	1,081,218	551,384
KCB Gesusu Hospital, Kisii Branch A/c No. 1102016942	FIF	5,627,860	2,430,229
CO-OP Iyabe Hospital, Kisii branch A/c No. 01141017379300	FIF	1,669,881	1,962,564
CO-OP Marani Hospital, Kisii Branch A/c No. 01141017903100	FIF	1,947,134	1,883,274
KCB Gucha South Hospital, Kisii Branch A/c No. 1102030139	FIF	1,311,231	1,676,818
KCB Etago Hospital, Kisii Branch A/c No.1124844163	FIF	1,808,313	328,454
KCB Keumbu Hospital, Kisii branch A/c No. 1106481070	FIF	2,545,697	2,268,606
KCB Kenyenya hospital, Kisii Branch A/c No.1102026093	FIF	862,072	1,734,518
KCB Kisii referral Hospital, Kisii Branch A/c No. 1101996315	FIF	-	72,427,304
KCB Nyamache Hospital, Kisii Branch A/c No.1102024392	FIF	3,866,810	2,041,185
KCB Gucha District Hospital, Kisii Branch A/c No. 1102228249	FIF	3,497,657	4,819,066

KCB Kisii County ATC Operational A/c, Kisii Branch A/c No.1179312589	Fund		-
KCB Kisii County Bursary Fund, Kisii Branch A/c No. 1180225465	Recurrent	-	15,577,085
CHASE Kisii county Loans and Mortgage Fund, Kisii Branch A/c No.252322396001	Fund		
CO-OP Kisii Entrepreneurship Summit, Kisii Branch A/c No. 1141477931200	Recurrent		2,758
NBK Kisii County Liquor licence, Kisii Branch No.01001090952900	Recurrent		9,101,680
BARCLAYS Kisii County Emergency Fund, Kisii Branch A/c No.2034991483	Fund	3,381	3,766
KCB Kisii County Treasury Imprest, Kisii Branch A/c No.1145673511	Imprest	-	200
KCB Kisii County Health management subgrant,Kisii Branch A/c No.1146719590	Recurrent	-	-
KCB Kisii County Health Sector Service Fund,Kisii Branch A/c No. 1146871988	Fund	-	11,894,318
KCB Nyaribari Masaba Agriculture Kisii Branch A/c No. 1149833580	Imprest	-	
KCB Kisii County Vet. Services, Kisii Branch A/c No.1154294579	Fund	-	-
KCB Nyamagundo health Centre, Kisii Branch A/c No. 1160358109	DANIDA	-	-
KCB Riana Health Centre, Kisii Branch A/c No. 1160358257	DANIDA	-	595.00

KCB Riotanchi Health Centre, Kisii Branch A/c No. 1160358508	DANIDA	-	-
KCB Bitare Dispensary, Kisii Branch A/c No. 1160358737	DANIDA	-	1,524
KCB Ekerubo Dispensary, Kisii Branch A/c No. 1160358923	DANIDA	-	-
KCB Gesuguri Dispensary, Kisii Branch A/c No. 1160359121	DANIDA	-	
KCB Oroche Dispensary, Kisii Branch A/c No. 1160359415	DANIDA	-	560
KCB Nyabioto Dispensary, Kisii Branch A/c No. 1160359733	DANIDA		11,730
KCB Kiaruta Dispensary, Kisii Branch A/c No. 1160359903	DANIDA		1,730
KCB Nyamagiri Dispensary, Kisii Branch A/c No. 1160360146	DANIDA		30,579
KCB Entange Dispensary, Kisii Branch A/c No. 1160360340	DANIDA		20,981
KCB Isamwera Dispensary, Kisii Branch A/c No. 1160360456	DANIDA		1,774
KCB Kisii County Health Management, Kisii Branch A/c No. 1160360642	DANIDA		-
Chase Nyaribari Chache Sub-County Health Kisii Branch A/c No. 252092856001	Imprest	317,374	317,374
Chase Kitutu Chache North Sub-County Health Kisii Branch A/c No. 252093308001	Imprest		-
DTB Bomachoge Borabu sub county Health Kisii Branch A/c No.17864001	Imprest		-
DTB Kitutu Chache South Environment Kisii Branch A/c No.17864002			-

	Imprest		
DTB Bomachoge Chache sub county Agriculture Kisii Branch A/c No.17864003	Imprest		-
DTB Nyaribari Chache Environment Kisii Branch A/c No.17864004	Imprest		-
Chase Kisii County Bursary Fund Kisii Branch A/c No. 252329336001	Fund		-
Co-op Gesabakwa HC Kisii Branch A/c No. 01141019345200	Recurrent	56,486	161,107
Co-op Nyansakia HC Kisii Branch A/c No. 01100019335400	Recurrent	-	235,993
Co-op Kegogi HC Kisii Branch A/c No. 01141297204500	Recurrent	169,876	208,909
Co-op Kionyo HC Kisii Branch A/c No. 01141019343300	Recurrent	141,068	130,865
Co-op Moticho HC Kisii Branch A/c No. 01141017634000	Recurrent	1,448	320,155
Co-op Kenyambi HC Kisii Branch A/c No. 01120019933400	Recurrent	4,324	307,844
Co-op Borangi HC Kisii Branch A/c No. 01141017188900	Recurrent	59,451	112,249
Co-op Kenyoro HC Kisii Branch A/c No. 01141424342300	Recurrent	933	132,999
Co-op Misesi Disp Kisii Branch A/c No. 01141019304300	Recurrent	70,899	356,743
Co-op Matongo Disp Kisii Branch A/c No. 01141016916200	Recurrent	47,519	236,061
Co-op Rusinga Disp Kisii Branch A/c No. 01141297257100	Recurrent	617	59,715
Co-op Sieka Disp Kisii Branch A/c No. 01141017718800		8,754	

	Recurrent		200,333
Co-op Motonto Disp Kisii Branch A/c No. 01100019341500	Recurrent	226	84,383
Co-op Nyansira HC Kisii Branch A/c No. 01141018926600	Recurrent	731	57,107
Co-op Nyaguta Disp Kisii Branch A/c No. 01141296346000	Recurrent	472	107,172
Co-op Nyachogochogo Disp Kisii Branch A/c No. 01141297813500	Recurrent	559	150,000
Co-op Rikendo Disp Kisii Branch A/c No. 01141297575100	Recurrent	16	73,816
Co-op Giatunda Disp Kisii Branch A/c No. 01141017597100	Recurrent	85,263	79,637
Co-op Taracha Disp Kisii Branch A/c No. 01141018482600	Recurrent	3,051	87,141
Co-op Omosaria Disp Kisii Branch A/c No. 01141019086400	Recurrent	1,380	84,928
Co-op Nyamasege Disp Kisii Branch A/c No. 01141297542000	Recurrent	1,179	130,476
Co-op Nyamagundo HC Kisii Branch A/c No. 01141018388800	Recurrent	71	322,063
Co-op Riotanchi HC Kisii Branch A/c No. 01141017025800	Recurrent	1,289	138,238
Co-op Riana HC Kisii Branch A/c No. 01141018962000	Recurrent	401	207,703
Co-op Magena Disp Kisii Branch A/c No. 01141422616500	Recurrent	155,060	350,000
Co-op Magenche Disp Kisii Branch A/c No. 01141019288700	Recurrent	85,081	223,413
Co-op Eberege Disp Kisii Branch A/c No. 01141019619800	Recurrent	3,175	219,526

Co-op BitareDisp Kisii Branch A/c No. 01141019338000	Recurrent	1,605	163,121
Co-op Nyachenge Disp Kisii Branch A/c No. 01141017781000	Recurrent	454	64,611
Co-op Kiaruta Disp Kisii Branch A/c No. 01141018490000	Recurrent	3,376	126,330
Co-op St.Cayuse Nyakegogi Disp Kisii Branch A/c No. 01141019418700	Recurrent	6,109	101,224
Co-op Nyansancha Disp Kisii Branch A/c No. 01141297800500	Recurrent	42	78,555
Co-op Nyakwana Disp Kisii Branch A/c No. 01141297572400	Recurrent	1,099	55,902
Co-op Masongo Disp Kisii Branch A/c No. 01141297577700	Recurrent	1,295	18,655
Co-op Moogi Disp Kisii Branch A/c No. 01141297561000	Recurrent	25,743	97,591
Co-op Nyanko Disp Kisii Branch A/c No. 01141297353600	Recurrent	632	92,097
Co-op Eburi Disp Kisii Branch A/c No. 01141297341800	Recurrent	503	80,399
Co-op Nyagiki Disp Kisii Branch A/c No. 01141017785500	Recurrent	5,412	104,477
Co-op Gesuguri Disp Kisii Branch A/c No. 01141018269200	Recurrent	2,226	82,632
Co-op Nyabioto Disp Kisii Branch A/c No. 01141422777700	Recurrent	1,292	116,136
Co-op Ekerubo Disp Kisii Branch A/c No. 01141018515400	Recurrent	292	83,848
Co-op Entanke Disp Kisii Branch A/c No. 01141019004500	Recurrent	751	104,178

Co-op Isamwera Disp Kisii Branch A/c No. 01141422720300	Recurrent	5,458	293,150
Co-op Omobera Disp Kisii Branch A/c No. 01141423825400	Recurrent	2,856	-
Co-op Itibo Eramani Disp Kisii Branch A/c No. 01141017062600	Recurrent	2,126	72,436
Co-op Kiogoro HC Kisii Branch A/c No. 01141477489300	Recurrent	164,064	398
Co-op Taracha HC Kisii Branch A/c No. 01141477489600	Recurrent		23,282
Co-op Nyamemiso Disp Kisii Branch A/c No. 01141477489200	Recurrent		1,370
Co-op Irondi Disp Kisii Branch A/c No. 01141477489700	Recurrent		927
Co-op MasongoDisp Kisii Branch A/c No. 01141477490000	Recurrent		2,208
Co-op Nyaguta Disp Kisii Branch A/c No. 01141477489400	Recurrent		44,957
Co-op Nyakwana Disp Kisii Branch A/c No. 01141477490200	Recurrent		1,708
Co-op Nyanko Disp Kisii Branch A/c No. 01141477489500	Recurrent	111,228	100,328
Co-op Nyansancha Disp Kisii Branch A/c No. 01141477490100	Recurrent		158
Co-op Nyansira Disp Kisii Branch A/c No. 01141477490300	Recurrent		203,548
Co-op Rikendo Disp Kisii Branch A/c No. 01141477490400	Recurrent		38
Chase Borangi HC Kisii Branch A/c No. 252140229001	Recurrent		949
Chase Gesabakwa HC Kisii Branch A/c No.			

252140201001	Recurrent		546
Chase Kenyambi HC Kisii Branch A/c No. 252140208001	Recurrent		19,684
Chase Kionyo HC Kisii Branch A/c No. 252140230001	Recurrent		749
Chase Suguta HC Kisii Branch A/c No. 252140146001	Recurrent		189
Chase Boige HC Kisii Branch A/c No. 252140138001	Recurrent		84
Chase Nyatike HC Kisii Branch A/c No. 252140155001	Recurrent		524
Chase Nyansankia HC Kisii Branch A/c No. 252140320001	Recurrent		369
Chase Kenyoro HC Kisii Branch A/c No. 252140232001	Recurrent		5,144
Chase Nyamokenye HC Kisii Branch A/c No. 252140323001	Recurrent		2,017
Chase Gesure Disp Kisii Branch A/c No. 252140346001	Recurrent		30,824
Chase Moticho HC Kisii Branch A/c No. 252140133002	Recurrent		-
Chase Ebiosi Disp Kisii Branch A/c No. 252140325001	Recurrent		644
Chase Itumbe Disp Kisii Branch A/c No. 252183969001	Recurrent		1,024
Chase Kiagwa Disp Kisii Branch A/c No. 252140151001	Recurrent		201,069
Chase Gotichaki Disp Kisii Branch A/c No. 252140141001	Recurrent		70,184
Chase Nyamogonchoro Disp Kisii Branch A/c No. 252140177001			

	Recurrent		10,864
Chase Omogwa Disp Kisii Branch A/c No. 252140115002	Recurrent		61,703
Chase Eburi Disp Kisii Branch A/c No. 252140131001	Recurrent		199,964
Chase Itobo Eramani Disp Kisii Branch A/c No. 252183963001	Recurrent		19
Chase Nyachenge Disp Kisii Branch A/c No. 252140332001	Recurrent		524
Chase Nyachogochogo Disp Kisii Branch A/c No. 252140339001	Recurrent		1,749
Chase Omosaria Disp Kisii Branch A/c No. 252140335001	Recurrent		22
Chase Gionsaria Disp Kisii Branch A/c No. 252140231001	Recurrent		560
Chase Kiobegi Disp Kisii Branch A/c No. 252140343001	Recurrent		2,079
Chase Kenyerere Disp Kisii Branch A/c No. 252140305001	Recurrent		1,734
Chase Motonto Disp Kisii Branch A/c No. 252183976001	Recurrent		1,714
Chase Nyagiki Disp Kisii Branch A/c No. 252183979001	Recurrent		117,334
Chase NyakegogiDisp Kisii Branch A/c No. 252183988001	Recurrent		24
Chase Rusinga Disp Kisii Branch A/c No. 252140348001	Recurrent		144
Chase Giatunda Disp Kisii Branch A/c No. 252140172001	Recurrent		200,024
Chase Openda Disp Kisii Branch A/c No. 252140161001	Recurrent		201,644

Chase Bokimai Disp Kisii Branch A/c No. 252140159001	Recurrent		144
Chase Nyabiosi Disp Kisii Branch A/c No. 252140193002	Recurrent		-
Equity Egetonto Disp Kisii Branch A/c No. 0510262891243	Recurrent		530
Equity Nyaore Disp Kisii Branch A/c No. 0510262885638	Recurrent		225
Equity Etanda Disp Kisii Branch A/c No. 0510262883438	Recurrent		59
Equity Eramba Disp Kisii Branch A/c No. 0510262885740	Recurrent		-
Equity Omorembe HC Kisii Branch A/c No. 0510261438834	Recurrent	382	-
Equity Nyagoto Disp Kisii Branch A/c No. 0510262885615	Recurrent		9,170
Equity Misesi Disp SHG Kisii Branch A/c No. 0510262891236	Recurrent		210
Equity Nyamasege Disp Kisii Branch A/c No. 0510262890579	Recurrent		80,505
Equity Sieka Disp Kisii Branch A/c No. 0510262885716	Recurrent		25
Equity Moogi Disp Kisii Branch A/c No. 0510262891255	Recurrent		255,925
Equity Kegogi HC Kisii Branch A/c No. 0510262885756	Recurrent		2,560
Equity Matongo HC Kisii Branch A/c No. 0510262883995	Recurrent		37,535
Equity Iranda HC Kisii Branch A/c No. 0510262885660	Recurrent	-	850
Equity Isecha HC Kisii Branch A/c No.			

0510262885686	Recurrent		55
Equity OresiHC Kisii Branch A/c No. 0510262883407	Recurrent		175,888
Equity Raganga HC Kisii Branch A/c No. 0510262885595	Recurrent		4,610
KCB Oroche Disp Kisii Branch A/c No. 1111348499	Recurrent	829	145,688
KCB Oresi HC Kisii Branch A/c No. 1113168633	Recurrent	5,160,810	2,718,111
KCB Etanda Disp Kisii Branch A/c No. 1125437553	Recurrent	75,996	51,742
KCB Eramba Disp Kisii Branch A/c No. 1123841098	Recurrent	44,509	78,055
KCB Nyabiosi Disp Kisii Branch A/c No. 1120762197	Recurrent	90,341	331,967
KCB Itumbe Disp Kisii Branch A/c No. 1114457590	Recurrent	137	69,233
KCB Nyagoto Disp Kisii Branch A/c No. 1126447455	Recurrent	44,046	127,661
KCB Nyaore Disp Kisii Branch A/c No. 1126409189	Recurrent	39,713	114,799
KCB Gotichaki Disp Kisii Branch A/c No. 1115933523	Recurrent	66	95,294
KCB Kenyerere Disp Kisii Branch A/c No. 1106814584	Recurrent	728	70,972
KCB Sosera Disp Kisii Branch A/c No. 1126321761	Recurrent	1,509	69,198
KCB Ebiosi Disp Kisii Branch A/c No. 1114253847	Recurrent	801	-
KCB Itembu Disp Kisii Branch A/c No. 1134560613		110	

	Recurrent		109,226
KCB Suguta HC Kisii Branch A/c No. 1116994224	Recurrent	346,222	-
KCB Omogwa Dispensary Kisii Branch A/c No. 1115761056	Recurrent	(518)	158,055
KCB Emeroka HC Kisii Branch A/c No. 1124971203	Recurrent	802	-
KCB Nyamogochoro Disp Kisii Branch A/c No. 1117361446	Recurrent	-	158,030
KCB Ramasha Disp Kisii Branch A/c No. 1125064285	Recurrent	3,172	-
DTB Kisii County revenue collection account A/c No.000025787001	Recurrent	-	-
Riana Sub-County Hospital - FIF A/C No. 1211189104	FIF	15,857	-
Nyamagundo Health Centre - FIF A/C No. 1211189279	FIF	382,992	311,835
Kisii County Assembly Mortgage And Car Loan Fund Chase Bank A/C 0253096101002	MORTGAGE	-	-
Kisii County Assembly Mortgage And Car Loan Fund Chase Bank A/C No.0253096101003	MORTGAGE	-	-
Kisii County Assembly Mortgage And Car Loan Fund Chase Bank A/C No. 0253096101001	MORTGAGE	-	-
Kisii County Assembly Standing Imprest Account	IMPREST	-	-
Sub County Public Health KCB A/C No.1153315599	RECURRENT	-	305,883
FIF DPHO NYAMACHE A/C No.1118859537	RECURRENT	-	901,052
DPHO MASABA SOUTH A/C No.1116858533	RECURRENT	-	414,791
KISII DISTRICT PUBLIC A/C No.1102012165		3,425,619	

	RECURRENT		2,982,617
Sub County Public Health Kenyenya- KCB A/C No. 112355545	RECURRENT	-	-
Bomachoge Chache Sub County Public Health Coop A/C No. 01141670057000	RECURRENT	-	-
DPHO Kisii South FIF COOP-A/C No. 01141017379400	RECURRENT	-	-
Nyaore Dispensary Danida Account Equity A/C No. 0510262885636	RECURRENT	-	225
Min of Public Health of San-Marani Bank COOP A/C No.01141297055000	RECURRENT	-	-
Kisii County Health MGT KCB A/C No. 116036042	RECURRENT	-	202,466
Kenyerere Dispensary COOP A/C NO.1141019361200	RECURRENT	-	126,685
ISECHA FIF KCB A/C NO.1209771365	RECURRENT	166,340	177,873
ECO Bank Nyamasibi HC Kisii Branch A/C No. 90185024357801	RECURRENT	-	-
Equity Nyamasibi HC Kisii Branch A/C No. 1240297147101	RECURRENT	299,092	-
KCB Kisii County Imprest A/C Kisii Branch A/C No. 1235544745	RECURRENT	-	-
Geteri Dispensary Danida A/c No. 90135024357601	Danida	-	-
Kiamokama Health Centre Danida A/C No. 90185024357901	Danida	-	-
Ekerubo Dispensary Danida A/C/No. 90185024358001	Danida	-	-
Itembu Dispensary Danida A/C No. 90135024360801	Danida	-	-
Emeroka Dispensary Danida A/C No. 90135024358901		-	-

	Danida		
Magena Dispensary Danida A/C No.90135024360601	Danida	-	-
Nyamagesa Dispensary Danida A/C No. 90135024359201	Danida	-	-
Kenyerere Dispensary Danida A/C No. 90135024358801	Danida	-	-
Ramasa Dispensary Danida A/C No. 90135024357701	Danida	-	-
Nyasike Dispensary Danida A/C No. 90135024358401	Danida	-	-
Omobera Dispensary Danida A/C No. 90135024360401	Danida	-	-
Sosera Dispensary Danida A/C No. 90135024358601	Danida	-	-
Magenche Dispensary Danida A/C No. 90135024360101	Danida	-	-
Eberege Dispensary Danida A/C No. 90135024360201	Danida	-	-
Isecha Health Centre HSSF A/C No.1021035502800	Recurrent	145,00	-
Manyansi Vocational Training Centre A/C no. 1233603272	Recurrent	330,423	-
Entanke Vocational Training Centre A/C No.1233624873	Recurrent	51,007	-
Gotichaki Vocational Training Centre A/C No.1233625721	Recurrent	68,046	-
Kirwanda Vocational Training Centre A/C No.1233624695	Recurrent	92,366	-
Nyansembe Youth Polythecnic A/C No.510277307167	Recurrent	61,290	-

Masakwe Vocational TTTC A/C NO.1233605992	Recurrent	107,784	
Nyachenge Vocational Training Centre A/C No.1233499041	Recurrent	80,232	-
Rosansa Vocational Training Centre A/C No.01139808194300	Recurrent	95,239	
Ekioga Vocational Training Centre A/C No.1233499491	Recurrent	149,597	-
St.Don Bosco Ngeri Polythecnic A/C No.1139296897300	Recurrent	601,323	-
Itongo Vocational Training Centre A/C No.1233625217	Recurrent	38,655	-
KCB Nyagonyi Vocational Training Centre A/C No.1233598430	Recurrent	67,692	
KCB Nyamondo Vocational Training Centre A/C No.1233625063	Recurrent	141,487	-
KCB Kenyenya Vocational Training Centre A/C NO.1233496786	Recurrent	146,670	-
Nyalenda Vocational Training Centre A/C No.1238170587	Recurrent	31,291	-
Nyachogochogo Vocational Training Centre A/C No.1233622285	Recurrent	40,595	-
Nyakoora Vocational Training Centre A/C No.1238158234	Recurrent	24,393	-
KCB Nyamagesa Vocational Training Centre A/C No. 1233506226	Recurrent	115,309	-
KCB Nyambogo Vocational Training Centre A/C No. 1233506773	Recurrent	88,855	-
KCB Moreremi Vocational Training Centre A/C No. 1233507494	Recurrent	27,387	-
KCB Riatirimba Vocational Training Centre A/C No. 1233505645			-

	Recurrent	107,469	
KCB Nyabiosi Vocational Training Centre A/C No. 1238227732	Recurrent	11,352	-
KCB Nyanguru Vocational Training Centre A/C No. 1233625411	Recurrent	38,484	-
KCB Irungu Vocational Training Centre A/C No. 1233599933	Recurrent	63,287	-
KCB Keumbu Vocational Training Centre A/C No. 1233927892	Recurrent	285,094	-
KCB Kiobegi Vocational Training Centre A/C No. 1233545590	Recurrent	46,292	-
KCB Mobamba Vocational Training Centre A/C No. 1233625268	Recurrent	94,218	-
KCB Gionserio Vocational Training Centre A/C No. 1233624059	Recurrent	84,410	-
KCB St. Kizito Nyamagwa Youth Polytechnic A/C No. 1233443658	Recurrent	63,780	-
KCB Nyaburumbasi Vocational Training Centre A/C No. 1233624989	Recurrent	113,676	-
KCB Enchori Youth Polytechnic A/C No. 1233396838	Recurrent	99,974	-
KCB Bombaba Vocational Training Centre A/C No. 1233625608	Recurrent	98,033	-
KCB Gesonso Vocational Training Centre A/C No. 1233625519	Recurrent	39,655	-
KCB ST. Joseph Etono DOK VTC A/C No. 1233608169	Recurrent	47,651	-
KCB ST. Joseph's Nyamesocho VCT A/C No. 1233608363	Recurrent	69,825	-
KCB Nyabinyinyi Vocational Training Centre A/C No. 1233624288			-

	Recurrent	28,918	
KCB Nyamiobo Vocational Training Centre A/C No. 1233624784	Recurrent	32,220	-
CREDIT Kisii County Urban Development Grant A/C No. 51018000004		-	-
KCB Nyandusi Vocational Training Centre A/C No. 1233506439	Recurrent	89,700	-
KCB Getacho Vocational Training Centre A/C No. 1238101445	Recurrent	36,982	-
KCB Masongo Vocational Training Centre A/C No. 1233404008	Recurrent	74,998	-
KCB Ikorongo Vocational Training Centre A/C No. 1233507117	Recurrent	74,080	-
KCB Rianyoka Vocational Training Centre A/C No. 1233601644	Recurrent	37,489	-
KCB Riagabi Vocational Training Centre A/C No. 1233485318	Recurrent	37,198	-
NBK Agricultural Sector Development Support Programme A/C No. 01560209412700	Recurrent	8,088,269	
NKB EU Ideas Led Banana Project A/C No. 01560206754600	Development	36,124,819	
NBK NARIGP Kisii County Operations A/C No.01560211819500	Development	13,765,010	
Total		**1,461,393,062**	**1,857,942,106**

21B. CASH IN HAND

	2018 / 2019	2017 /2018

	KShs	KShs
Cash in Hand – Held in domestic currency	3,604,450	-
Cash in Hand – Held in foreign currency	-	-
Total	**3,604,450**	-

Cash in hand should also be analysed as follows:

	2018 /2019	2017 /2018
	KShs	KShs
Revenue	50,250	-
EU-Ideas	3,554,200	-
Total	**3,604,450**	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

22. ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

Description	2018 /2019	2017 /2018
	KShs	KShs
Government Imprests	-	-
Other debtors and prepayments	-	-
Total	-	-

23. ACCOUNTS PAYABLE

	2018 /2019	2017 /2018
	KShs	KShs
Deposits	29,284,868	16,420,414
Retention monies	-	-
Total	**29,284,868**	**16,420,414**

24. FUND BALANCE BROUGHT FORWARD

	2018 / 2019	2017 / 2018
	KShs	KShs
Bank accounts	1,857,942,106	2,124,935,871
Cash in hand	-	-
Accounts Receivables		19,014,076
Accounts Payables	(16,420,414)	-
Total	**1,841,521,692**	**2,143,949,947**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

25. PRIOR YEAR ADJUSTMENTS

Description of the error	2018 /2019	2017 / 2018
	KShs	KShs
Adjustments on bank account balances	-	422,937,103
Adjustments on cash in hand	-	-
Adjustments on payables	-	-
Adjustments on receivables	-	-
Others (*specify*)	-	-
Total	-	**422,937,103**

26. PROPERTY RATES ARREAS

Description of the error	2018 /2019	2017 / 2018
	KShs	KShs
Property Rates	-	300,949,547
Total	-	**300,949,547**

2.3. OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

Description	Balance b/f FY 2017/2018 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2018/2019 Kshs
Construction of buildings	126,470,036	-	-	180,744,344
Construction of civil works	449,748,860	-	-	374,998,488
Supply of goods	391,527,979	-	-	288,906,628
Supply of services	297,160,679	-	-	331,744,974
Total	**1,264,907,554**	-	-	**1,076,394,255**

2. PENDING STAFF PAYABLES (See Annex 2)

Description	Balance b/f FY 2017/2018 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2018/2019 Kshs
Senior management	-	-	-	-
Middle management	-	-	-	-
Unionisable employees	-	-	-	-
Others	-	-	-	-
Total	-	-	-	-

3. OTHER PENDING PAYABLES (See Annex 3)

Description	Balance b/f FY 2017/2018 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2018/2019 Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-
Amounts due to third parties	-	-	-	-
Total	-	-	-	-

4. 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 Government:

- Key management personnel that include the Governor, the Deputy Governor Members of the County Assembly, CECs and Chief Officers for various County Ministries and Departments;
- County Ministries and Departments;
- The National Government;
- Other County Governments; and
- State Corporations and Semi-Autonomous Government Agencies.

Related party transactions

	2018- 2019	2017- 2018
	Kshs	Kshs
Key Management Compensation(Governors, CEC Members and C.Os)	-	-
Transfers to related parties		
Transfer to the County Assembly	987,353,125	874,401,598
Transfers to other County Government Entities	-	-
i) EU IDEAS	71,161,217	-
ii) SIDA/ASDSP	19,013,827	-
iii) NARIGP	111,500,000	-
iv) Village Youth Polytechnic	29,817,667	-
Transfers to Development Projects-KUSP	164,053,800	-
Transfers to non reporting entities e.g schools and welfare (Bursary)	135,000,000	155,000,000
DANIDA	36,171,944	
Mortgage and Car Loans	15,000,000	
Transfers to County Water Service Providers	-	-
Expenses paid on behalf of County Water Service Providers(GWASCO)	21,643,514	-
Total Transfers to related parties	**1,590,715,094**	**1,029,401,598**
Transfers from related parties		
Transfers from the Exchequer	-	-
Transfers from SCs and SAGAs- National Government	-	-
(Insert any other transfers received)	-	-
Total Transfers from related parties	-	-

5. ESTABLISHMENT OF OTHER COUNTY GOVERNMENT ENTITIES

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

Entity	Date Established/Date taken over	Location	Accounting Officer responsible
Gusii Water and Sewerage Company (GWASCO)	2006	Department of Education	Beatrice Moraa Ochoki
Kisii County Bursary Fund	2014	Department of Education	Dr. Doris Nyokangi
Alcoholic Drug Control	2015	Department of Trade	Biliah Mogaka
Demonstration Farm Fund	2013	Department of Agriculture	Geoffrey Mogire
Kisii Vet Development Fund	2013	Department of Veterinary	Dr. Alphanus Mokaya
Kisii Car and Mortgage Fund	2016	Department of Finance	Mr. Wilfred O. Auma
Kisii Emergency Fund	2016	Department of Stakeholder Mgt	Mr. Alex Nyamweya
Kisii Teaching and Referral Hospital Fund	2014	Department of Health	Alice Abuki
DANIDA Fund	2014	Department of Health	Alice Abuki
Kisii Municipal Board	2019	Kisii Urban Development	Mr. Charles Bonuke

6. 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)*
Under Banking of Revenue	The statement of receipts and payments for the year ended 30 June, 2018 reflects county own generated receipts of KSh.507,593,030 out of which an amount of KSh.252,359,854 only was banked in the County Revenue Fund (CRF) account, leaving a balance of KSh.255,233,176 which appear to have been spent at source. Consequently, the accuracy and completeness of the county own generated receipts could not be confirmed.	Management responded to the issue and appeared before the senate		Resolved	
Prior Year Adjustments	The statement of assets and liabilities as at 30 June,2018 reflects prior year adjustments of KSh.422,937,101. This figure is made up of unpresented cheques as at 30 June 2017. The payments relating to the unpresented cheques were also included in the year 2016/2017. Consequently, the validity and accuracy Management responded to the issue and appeared before the senate of the prior year adjustments could not be confirmed.	Management responded to the issue and appeared before the senate		Resolved	
Human	The county public service board	Management			

Resource Plan and Staff Establishment	did not have a human capital plan and approved staff establishment in place as required under regulation 119(2) of the Public Finance Management (county government) regulation,2015.	responded to the issue and appeared before the senate		Resolved	
Compensation of Employees	The financial statement for the year ended 30th June,2018 reflects a compensation of employee expenditure of kshs. 4,206,611,387, as an increase by kshs. 504,279,798 or 14% from the previous year's figure of kshs. 3,702,331,589. The compensation of employees cost of kshs. 4,206,614,387 accounted for 47% of the total county receipts of kshs. 8,995,717,758, which is above the 35% limit provided for under the law. The increase in wage bill may affect implementation of development projects. Further the county executive committee member for finance has not drafted regulations setting a limit on the County government expenditure on wages and benefits for the public officers pursuant to section 107(2) of the public finance management act, 2012 for the approval for the county assembly. Consequently the management was in breach of the law.	Management responded to the issue and appeared before the senate		Resolved	
Ethnic Composition	The Kisii County Public Services Board recruited 378 out of 385 (98%) from the Dominant Kisii Community. This is contrary to the provisions of section 65 (1)(e) of the County Government act requires that in selecting candidates for appointment, the County Public Service Board shall consider the	Management responded to the issue and appeared before the senate		Resolved	

	need to ensure that at least thirty percent of the vacant posts at entry level are filled by the candidates who are not from the dominant ethnic community in the County. The Board was therefore in breach of the law				

CEC, County Treasury

Sign……..

Date.....

ANNEXES

ANNEX 1 – ANALYSIS OF TRANSFERS FROM THE EXCHEQUER

Period	Equitable Share	DANIDA	Level 5 hospitals allocation	Other transfers- Donor funds transferred through exchequer County Assembly	Total Transfers from the National Treasury/ Exchequer
Exchequer Releases for quarter 1	384,650,000			139,468,816	384,650,000
Exchequer Releases for quarter 2	2,000,180,000			298,799,077	2,000,180,000
Exchequer Releases for quarter 3	2,115,575,000			211,916,847	2,115,575,000
Exchequer Releases for quarter 4	3,192,595,000	24,907,500	417,572,254	337,168,387	3,635,074,754
Total	**7,693,000,000**	**24,907,500**	**417,572,254**	**987,353,125**	**8,135,479,754**

ANNEX 2 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018/2019	Outstanding Balance 2017/2018	Comments
	A	B	C	d=a-c		
Construction of buildings						
1. Various				180,744,344	126,470,036	
2.						
3.						
Sub-Total				**180,744,344**	**126,470,036**	
Construction of civil works						
4. Various				374,998,488	449,748,860	
5.						
6.						
Sub-Total				**374,998,488**	**449,748,860**	
Supply of goods						
7. Various				288,906,628	391,527,979	
8.						
9.						
Sub-Total				**288,906,628**	**391,527,979**	
Supply of services						
10. Various				231,744,974	297,160,679	
11.						
12.						
Sub-Total				**231,744,974**	**297,160,679**	
Grand Total				**1,076,394,255**	**1,264,907,554**	

ANNEX 3 – ANALYSIS OF PENDING STAFF PAYABLES

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

ANNEX 4 – ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2018/2019	Outstanding Balance 2017/2018	Comments
		A	B	C	d=a-c		
Amounts due to National Govt Entities							
1.							
2.							
3.							
Sub-Total							
Amounts due to County Govt Entities							
4.							
5.							
6.							
Sub-Total							
Amounts due to Third Parties							
7.							
8.							
9.							
Sub-Total							
Others (*specify*)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

ANNEX 5 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KShs) 2017/2018	Additions during the year (KShs)	Disposals during the year (KShs)	Transfers in/(out) during the year (KShs)	Historical Cost c/f (KShs) 2018/2019
Land	6,837,418,520	27,000,000	-	-	6,864,418,520
Buildings and structures	3,228,838,317	176,080,200	-	-	3,404,918,517
Transport equipment	611,391,171	62,390,100	-	-	673,781,271
Office equipment, furniture and fittings	357,584,346	38,695,837	-	-	396,280,183
ICT Equipment	227,900,773	1,724,128	-	-	229,624,901
Machinery and Equipment	663,007,219	198,292,763	-	-	861,299,982
Heritage and cultural assets	-	-	-	-	-
Biological assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Infrastructure assets- Roads, Rails	-	-	-	-	-
Work in progress	-	-	-	-	-
Total	**11,926,140,346**	**504,183,028**	-	-	**12,430,323,374**

Other Assets in form of Services

Asset Description	Amount
Construction of Roads	481,869,923
Construction and Civil Works	294,479,819
Rehabilitation of Civil Works	16,716,376
Purchase of Certified Seeds, Breeding Stock and Live Animals	108,928,675
Research Studies, Project preparation Design and Supervision	66,394,934
Sob-total	**968,389,727**
Grand total	**1,472,572,755**

Note:

- Buildings and structures incorporates construction of buildings and refurbishment of buildings
- Machinery and equipment comprise of purchase and rehabilitation of specialised plant, equipment and machinery
- Rehabilitation of civil works incorporates overhaul and refurbishment of civil works

ANNEX 6 – INTER-ENTITY TRANSFERS

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Amount transferred KShs	Amount Confirmed as received KShs	diff ere nce	expl anat ion
1	County Assembly	139,468,816	298,799,077	211,916,847	337,168,387	987,353,127	987,353,127	-	
2	Bursary fund				135,000,000	135,000,000	135,000,000		
3	NARIGP			12,334,550	69,331,544	81,666,094	81,666,094		
4	SIDA/ASDSP		5,500,000	13,513,827		19,013,827	19,013,827		
5	EU IDEAS			71,162,417		71,162,417	71,162,417		
6	Village Youth Polytechnic			29,817,667		29,817,667	29,817,667		
7	Kisii Municipal Board (KUSP)				164,053,800	164,053,800	164,053,800		
8	Gusii Water and Sewerage corporation (GWASCO)		5,637,131	6,006,382	10,000,000	21,643,514	21,643,514		
	Total	**139,468,816**	**309,936,208**	**344,751,690**	**715,553,731**	**1,509,710,446**	**1,509,710,446**		

Director of Finance
County Executive

Director of Finance
County Assembly/fund/project

ANNEX 6 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)

The modules for IFMIS auto reconciliation is not activated