REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF COUNTY ASSEMBLY OF KAKAMEGA

FOR THE YEAR ENDED 30 JUNE 2017

AUDITOR GENERAL
WESTERN HUB
30 JAN 2018
P.O. BOX 2042 - 50100 KAKAMEGA

HARAMBEE

KAKAMEGA COUNTY ASSEMBLY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2017

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

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I. KEY COUNTY ASSEMBLY INFORMATION AND MANAGEMENT

(a) Background information

The County Assembly is constituted as per the Constitution of Kenya. It is headed by the Speaker, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes both elected and nominated Members of County Assembly (MCAs). The MCAs are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing an oversight role over the County Executive.

(b) Key Management

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

- County Assembly Service Board
- Board of Management composed of all Heads of departments

(c) Fiduciary Management

The key management personnel who held office during the year ended June 30th 2017 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Mr. Patrick Kamwessar
2.	Legal Councel	Mr.Daniel Were
3.	Deputy Clerk	Mr.John Simwa
4.	Chief Finance Office	Mr.Laban Atemba
5.	Principal fiscal analyst	Mrs Beatrice Ilavonga
6.	Principal Accountant	Mr. Pascal Mwanje
7.	Internal Auditor	Mr Nelphat Mbati

(d) Fiduciary Oversight Arrangements

Description of the key fiduciary oversight arrangements covering :

- Audit and finance committee activities
- Parliamentary committee activities
- Development partner oversight activities
- Other oversight activities

(e) County Assembly Headquarters

P.O. Box 1470
KAKAMEGA
Opp. Kakamega Law courts

(f) County Assembly Contacts

Postal address. 1470
Code: 50100
Telephone: (254) 715521221
E-mail: .kakamegaassembly@kakamega.go.ke
Website: www.go.ke

(g) County Assembly Bankers

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

2. Cooperative Bank of Kenya
   Kakamega Branch

(h) Independent Auditors

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

(i) Principal Legal Adviser

Daniel Lawrence Were
Kakamega County Assembly
P.O. Box 1470
Kakamega, Kenya

II. FORWARD BY THE CLERK OF THE ASSEMBLY

The County assembly operations in the financial year 2016-2017 can be categorised as follows:

Budget performance
Here explain how the County Assembly has performed in terms of its budget against actual amounts for year based on programmes.(Under this section, include tables, graphs , pie charts and detailed explanation of budget utilisation and execution) *The County Budget for the Financial Year under review was Recurrent of Kshs 899,913,088 and Development Budget of Kshs 100,000,000.* *The County Assembly received Kshs 899.9Million and spent the entire budget of Kshs 899,913.088 as follows: Personnel Emoluments 504.5Million,Operations and Maintenance 395.8Million*
Operational Performance
Under this section, include: *-how many laws and policies were passed by the Members of the Assembly during the and how they are expected to improve efficiency of operations at the County Government as well as benefit the population of the County.* *- indicate the process of dates when the County Budget was passed including the supplementary budgets.* • *The County Budget for FY was passed on 20th April 2017 and the supplementary was passed in November 2016.* *-Indicate the names of the Assembly committees, their mandates and highlight successes over the period.**(Attached)*** *- Include highlights on the oversight role of the County Assembly.* *The County Assembly has managed to scrutinize, approve and follow up on the implementation of the County Budget..*
Performance of key development projects
Here give a narrative on physical progress based on outputs, outcomes and impacts since establishment of County Assembly. These largely borrow from the key development projects that the County Assembly planned to undertake. • *The County Assembly has continuously budgeted for development funds but unfortunately the funds have not been forthcoming and thus no major development has taken place.* *List the key development projects included in the Assembly's strategic plan, procurement plan and work plan and indicate the progress made and how if completed, will improve the effectiveness and efficiency of operations.* *The County Assembly budgeted for Kshs 100Million but the funds were not received during the Financial Year.*
Comment on value-for-money achievements
The Assembly achieved value for money in all its operations. The assembly has improved as compaired to previous financial year in terms of operations and legislations due to numerous trainings
Challenges and Recommended Way Forward

Here list some of the implementation challenges of strategic objectives for the County Assembly and recommended way forward.

- *There has been slow disbursement of funds from the exchequer.*
- *Political interference in the Budget making process.*
- *Lack of interpretation capacity on Budget matters by the citizen.*

What were the key factors that caused the county assembly not to fully achieve its goals and how can these be handled in order to get the Assembly's key development agenda back on track?

- *Lack of capacity by members to interpret policy documents-Capacity building of members*
- *Slow disbursement of funds-Timely disbursement of funds*
- *Political interference in policy issues-Policy issues to be handled in a fair way.*

Indicate the future outlook of the County Assembly as laid out in the strategic plan.

Sign

Clerk of the County Assembly

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended on 30th June 2017. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Assembly; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended 30th June n2017, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 28th Sep - 2017.

Clerk of the County Assembly

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON THE COUNTY ASSEMBLY OF KAKAMEGA FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements of the County Assembly of Kakamega set out on pages 1 to 20, which comprise the statement of financial assets and liabilities as at 30 June 2017, and the statements of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts: recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of County Assembly of Kakamega as at 30 June 2017, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with County Government Act, 2012 and Public Finance Management Act, 2012.

In addition, as required by Article 229(6) of the Constitution, I confirm that public money has not been applied lawfully and in an effective way.

Basis for Adverse Opinion

1. Inaccuracies in Financial Statements

1.1. Inconsistences of Cash and Cash Equivalents with other Statements

The cash and cash equivalents balance of Kshs.5,747,345 was not in agreement with the un-utilized cash balance of Kshs.189,199 reported in the statements of comparison of budget and actual amounts: recurrent and development combined.

Further, included in the statement of cash flows is an unexplained adjustment of cash in hand of Kshs.6,843,620 reported under Note 10 to the financial statements.

1.2. Co-operative Bank Account

Included in the cash and cash equivalents balance of Kshs.5,747,345 is an amount Kshs.2,323,256 being bank balance held at Co-operative Bank account which differ with

the respective cash book balance of Kshs.899,504 and thereby, resulting in an un-reconciled difference of Kshs.1,423,352.

1.3. Lack of Bank Reconciliation Statements

The management operated three major bank accounts in Central Bank of Kenya for both current and development funds and Co-operative Bank of Kenya for current and development respectively. However, it was noted that management did not prepare monthly bank reconciliation statements for all the three bank accounts contrary to the requirement of Section 90(1) of Public Finance Management Act, Arrangement of Regulations 2015.

In the circumstances, it has not been possible to confirm that the cash and cash equivalents balance of Kshs.5,747,345 as at 30 June 2017 is fairly stated.

2. Use of Goods and Services

2.1. Variance between Schedules and Financial Statements

The management provided schedules totaling Kshs.380,885,462 for use of goods and services which was not in agreement with the financial statements figure of Kshs.388,909,081 resulting in an un-supported expenditure of Kshs.8,023,619.

2.2. Domestic Travel, Subsistence & Other Transport Costs

Included in the use of goods and services figure of Kshs.388,909,081 is an amount of Kshs.44,933,594 being per diem allowances paid to staff on duty away from their work stations. However, the cash advances were directly expensed without necessary documents to support the expenditure as required by Section 93(3) of the Public Finance Management Act, 2015.

2.3. Hospitality Supplies and Services

Included in the use of goods and services figure of Kshs.388,909,081 is Kshs.5,404,248 paid to twelve local suppliers for provision of 500ml bottled water at a unit price of Kshs.50 instead of the recommended unit price of Kshs.32 by the Public Procurement Oversight Authority Market Price Index 2016 in Kakamega and its environs. Also, it was noted that all the merchants involved in the transactions were not registered for Value Added Tax (VAT).

2.4. Tax Penalty

Included in the use of goods and services figure of Kshs.388,909,081 is an amount of Kshs.252,818,911 under daily subsistence allowance which in turn includes Kshs.12,625,112 tax penalties paid to Kenya Revenue Authority for non-compliance with tax regulations when paying various allowances to staff. No explanation was provided for non-compliance with the tax regulations.

Further, no documentary evidence was availed for audit to indicate how funds were re-allocated from approved budget programmes to pay for the tax penalty.

2.5. Unsupported Consultancy Fee

Included in the use of goods and services figure of Kshs.388,909,081 is Kshs.28,343,965 under hospitality supplies and services which in turn include Kshs.2,420,000 paid to contracted consultants to offer consultancy service. However, there was no contract agreement alongside other vital procurement documents availed for audit review.

2.6. Irregularly Hire of Motor vehicles

Included in the use of goods and services figure of Kshs.388,909,081 is Kshs.285,146,353 under domestic travel and subsistence which in turn includes Kshs.2,905,880 paid to three (3) local contracted service providers to offer transport services. However, the tender documents including quotations, tender opening minutes, tender evaluation committee meetings minutes, letter of award, and letter of acceptance were not availed for audit verification and therefore contravening provisions of Public Procurement and Assets Disposal Act, 2015.

2.8. Expenditure on Fuel, Oil and Lubricants

2.8.1. Unsupported Fuel Statements, Invoices and Local Purchase Order.

Included in the use of goods and services figure of Kshs.388,909,081 is Kshs.2,143,928 under fuel and lubricants which in turn includes Kshs.864,111 paid to an international oil marketer for fuel card reloading but no invoices, Local purchase order or statements were availed from the company for verification as detailed in the table below:

Date	P.V No	Payee	Amount
5/22/2017	799b	Total Kenya Ltd	200,000
5/22/2017	1141	Total Kenya Ltd	150,000
02/23/2017	765	Total Kenya Ltd	150,000
5/22/2017	797B	Total Kenya Ltd	150,000
12/02/2017	975	Total Kenya Ltd	130,000
1/11/2016	461	Toyota Kenya Ltd	84,111
			864,111

It was therefore difficult to reconcile County Assembly's fuel register against supplier's statement.

2.8.2. Unaccounted for Fuel Expenditure

Detailed analysis of fuel drawn as per the work tickets provided for audit review revealed that only Kshs.1,134,656 out of the expenditure of Kshs.2,143,928 could be

accounted for leading to an unexplained difference of Kshs.1,009,272 as summarized below:

Motor Vehicle Registration	Make	Fuel Drawn in Litres	Kshs.
KAW 710Z	Toyota Hilux Double Cab	3660.82	322,472
KBU 903T	Toyota Prado	4,959.67	437,576
KAV 318E	Mitsubishi Pajero	3533.39	309,171
37CG074A		722.1	65,438
Total accounted for expenditure			**1,134,657**
Expenditure as per financial statement			**2,143,928**
Difference			**1,009,272**

As a result fuel valued at Kshs.1,009,272 or 47% of the total expenditure spent of fuel could not be verified.

2.8.3. Un-reconciled Fuel expenditure

During the year, the County Assembly had a budget provision of Kshs.2,000,000 for fuel, oil and lubricants. The expenditure returns show that a total of Kshs.2,143,928 was spent. The documentation provided however supported only Kshs.1,405,260 resulting in unexplained difference of Kshs.738,668.

Consequently, the management did not follow the procurement regulations and it was not possible to ascertain propriety of the expenditure of Kshs.73,529,556 included in use of goods and services amounting to Kshs.388,909,081 for the year ended 30 June 2017.

3. Compensation of Employees

3.1. Funds Disbursed to Wards

Included in the compensation of employees figure of Kshs.504,508,088 is an amount of Kshs.43,200,000 disbursed to sixty (60) wards for salary and rent respectively. However, out of this amount only Kshs.2,040,000 was accounted for resulting in unaccounted for figure of Kshs.41,160,000.

3.2. Un-supported Sitting Allowance

Included in the compensation of employees figure of Kshs.504,508,088 is an amount of Kshs.7,106,400 being sitting allowances paid to Members of County Assembly (MCAs) that supposedly attended various committee meetings but did not sign attendance register. Review of the attendance register maintained for various committee meetings revealed that sitting allowances was paid to more number of members than the number registered in attendance and which should have been recovered as stated in the table below.

	Committee	Members	Paid Sessions (a)	Registered attendance in Minutes (b)	Excess (c)=(a)–(b)	Excess Payment
1.	House Business Committee	14	19	6	13	709,800
2.	Selection Committee	14	104	69	35	1,911,000
3.	Budget And Appropriation Committee	11	73	51	22	924,000
4.	Delegated County Legislation	15	97	84	13	764,400
5.	Environment Committee	15	77	59	18	1,134,000
6.	Industrialization Committee	13	84	83	1	50,400
7.	Ward Development Committee	13	112	80	32	1,612,800
	Total Overpayment		**566**	**432**	**134**	**7,106,400**

3.3. Unsupported Compensation of Employees Expenditure

The Assembly did not avail payroll records for audit verification in respect of compensation of employees amounting to Ksh.23,405,519.

In the circumstances, it was not possible to ascertain propriety of the expenditure of Kshs.504,508,088 incurred on compensation of employees.

4. Outstanding Imprests

Included in the statement of financial assets and liabilities under cash and cash equivalents balance of Kshs.5,747,345 is outstanding imprest not surrendered as at 30 June 2017 of Kshs.1,552,380 issued to various officers as indicated below;

Date	Name	Designation	Amount Kshs.
30 Aug 2016	Doreen Wesonga	1st Clerk	12,000
12 Oct 2016	Susan Simiyu	Supply Chain Management Officer II	10,000
29 Nov 2016	Phylvan Inziani	Clerk II Assistant	766,480
19 June 2017	Nicholas Anywa	Principal Clerk	403,900

23 June 2017	Alex Makokha	Clerks Driver	60,000
16 Mar 2017	Beatrice Ilavonga	Principal Fiscal Analyst	300,000
		Total	**1,552,380**

Consequently, the County Assembly had an outstanding imprest of Kshs.1,552,380 as at 30 June 2017 against the regulations.

5. Unsupported Pending Bills

During the year under review, the Assembly had unverified pending bills totalling Kshs.62,071,772 as at 30 June 2017. The support documents for the pending bills including among others invoices, demand notices, suppliers' statements, fee notes and delivery notes were however not availed for audit verification.

Consequently, the authenticity of the bills could not be established.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kakamega County Assembly in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other requirements applicable to performing audits of financial statements in Kenya. I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my adverse opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgements, are of most significance in the audit of the financial statements. There were no key audit matters to communicate in my report.

Other Matter

1. Budget Performance Analysis

1.1. Budget Analysis for the Financial Year 2016/ 2017

Comparative analysis of the County Assembly of Kakamega budget of Kshs.999,913,088 against an actual expenditure of Kshs.899,913,088 for the year under review is as analyzed below:

	Expenditure Items	Final budget Kshs.	Actual Kshs.	Variance Kshs.
1	Compensation to Employees	575,772,564	504,508,088	71,264,476
2	Other recurrent expenditure	324,140,524	395,215,801	(71,075,277)
4	Development expenditure	100,000,000	-	100,000,000
	Total	**999,913,088**	**899,723,889**	**100,189,199**

The above analysis, indicated that there was over expenditure in other recurrent expenditure by Kshs.71,075,277, while the compensation of employees, had under expenditure by Kshs.71.264,476 and on the other hand development expenditure had an under expenditure of Kshs.100,000,000.

1.2. Over Expenditure

The Assembly had an unsupported over-expenditure of Kshs.178,929,679 on some budget vote heads as summarized in the table below:

Expenditure Item	Final Budget Kshs.	Actual Expenditure Kshs.	Variance Kshs.	%age Variance
Utilities Supplies and Services	300,000	309,263	(9,263)	(3%)
Fuel, Oil and Lubricants	2,000,000	2,143,928	(143,928)	(7%)
Office & General Supplies & Services	11,000,000	12,615,906.00	(1,615,906)	(15%)
Routine maintenance - Vehicles & Other transport equipment	2,000,000	2,362,689	362,689)	(18%)
Domestic Travel, Subsistence & Other Transport Costs	153,000,000	285,146,353	(132,146,353)	(86%)
Hospitality supplies and services	12,300,000	28,343,965	(16,043,965)	(130%)
Employers contributions	12,013,611	37,495,082	(25,481,471)	(212%)
Routine Maintenance - Other Assets	1,400,000	4,526,104	(3,126,104)	(223%)
Total	**194,013,611**	**372,943,290**	**(178,929,679)**	

1.3. Under Expenditure on Various votes

The Assembly had under expenditure on various votes on comparison of the budget and the actual of Kshs.63,568,934 for the year ended 30 June 2017 as indicated in the table below:

Expenditure Items	Final Budget Kshs.	Actual Expenditure Kshs.	Variance of Expenditure Kshs.	%age Variance
Training Expenses Staff	10,500,000	532,338	9,967,662	95%
Donations	1,000,000	100,000	900,000	90%
Printing, Advertisement and Information supplies	22,800,000	4,423,778.00	18,376,222	81%
Personal allowances- paid as reimbursements	1,316,000	306,000	1,010,000	77%
Specialized Material Supplies	4,000,000	965,220	3,034,780	76%
Purchase of Vehicles and Other Transport Equipment	15,000,000	4,318,600	10,681,400	71%

Other Operating Expenses	21,500,000	6,798,657	14,701,343	68%
Communication Supplies and Services	2,300,000	755,977	1,544,023	67%
Purchase of Office Furniture and General Equipment	5,240,524	1,887,020	3,353,504	64%
Total	**83,656,524**	**20,087,590**	**63,568,934**	

The management did not explain why the big variance between the budget and actual expenditure.

1.4. Development Budget – Under Expenditure

The management budgeted Kshs.100 Million for construction of Assembly's chambers and offices during financial year under review. However, the whole amount was not spent since the County Treasury (Exchequer) did not disburse the money as it was not factored during supplementary budget since there was case in court over the site where the construction was to take place.

2. Human Resource Matters

2.1. County Assembly of Kakamega Employees

The Assembly had 64 members of staff as at on 30 June 2017, which according to the records availed for audit, 93.75% of employees are from the dominant Luhya community, leaving only 6.25% to other communities contrary to Section 65(1) of the County Government Act, 2012 which requires entities to employ 70% from the dominant community and 30% for the others as analyzed below;.

No.	Ethic Group	Number	Percentage
1	Luhya	60	94%
2	Luo	4	6%
	Total	**64**	**100%**

Source: IPPD for the period 2016/17 printed on 4 September 2017.

2.2. Lack of Approved Staff Establishment

The County Assembly did not have an approved staff establishment and operated in disregard to Article 235(1) (a) of the Constitution which requires that a County Government should be responsible for establishing and abolishing offices in its public service. There were no legal or administrative documents from Salaries and Remuneration Commission availed for audit verification showing the category and salary scales for the employees.

2.3. Failure to Observe Gender Threshold.

The Assembly recruited ten officers during the year under review out of which only two were of the female gender which constitute 20% and hence in disregard of Article 27 (8) of the Constitution of Kenya, 2010 requiring that, not more than two-thirds of members of appointed positions shall be from the same gender.

2.4. Failure to avail Authority to Pay Responsibility Allowance

As at the time of audit, letters approving payment of responsibility allowance to the following officers were not made available making it difficult to analyse the allowances.

Name of officer	Date	PV No.	Month	Amount (Kshs)
Martin Mukabana	05.05.2017	Not indicated	April, 2017	28,040
Patrick Okoro Juma	"	"	"	15,500
Stephen Mavunde	"	"	"	15,500
Martin Mukabana	16.06.2017	1220	May, 2017	28,040
Patrick Okoro Juma	"	1220	"	20,550
Stephen Mavunde	"	1220	"	15,500
Total				**123,130**

2.5. Unclaimed Mileage Payments

A total of Kshs.3,420,826 was paid through payroll to MCAs deemed to be coming from areas outside the 45 km radius return journey as per the policy. However, no documents were availed to show how the amounts paid were arrived at.

3. Lack of Audit Committee

As previously reported, the Assembly have not established an audit committee contrary to Section 155(5) of the Public Finance Management Act, 2012 which states that a county government shall establish an internal auditing committee whose composition and functions are prescribed by Section 167 of the Public Finance Management Act, Regulation 2015. Therefore, the Assembly has not put in place the requisite framework to mitigate on the weak internal control systems.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Assembly's ability to sustaining its services, disclosing, as applicable, matters related to sustainability of services and using going concern accounting assumption unless the Government either intends to terminate or cease its operations, or have no realistic alternative but to do so.

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.

Those charged with governance are responsible for overseeing the Assembly's financial reporting process.

Auditor-General's Responsibilities for the Audit of the Financial Statements

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.

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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the Assembly's 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 going concern 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 Assembly'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 Assembly's cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Assembly's 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.

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

Nairobi

16 July 2018

III. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2016/17 Kshs	2015/16 Kshs
RECEIPTS			
Transfers from the County Treasury/Exchequer Releases	2	899,913,088	374,311,297
TOTAL RECEIPTS		**899,913,088**	**374,311,297**
PAYMENTS			
Compensation of Employees	3	504,508,088	38,999,000
Use of goods and services	4	388,910,181	307,497,178
Other grants and transfers	5	100,000	100,000
Acquisition of Assets	6	13,049,240	13,760,973
TOTAL PAYMENTS		**(906,567,509)**	**360,357,151**
SURPLUS/DEFICIT		**(6,654,421)**	**13,954,146**

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 25th sep – 2017 and signed by:

Clerk of the Assembly
Name: Patrick W. Kamwessar

Chief Finance Officer – County Assembly
Name: Laban M. Atemba
ICPAK Member Number: 7433

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

V. STATEMENT OF CASH FLOWS

	Note	2016/17 Kshs	2015/16 Kshs
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	2	899,913,088	374,311,297
Payments for operating expenses			
Compensation of Employees	3	(504,508,088)	(38,999,000)
Use of goods and services	4	(388,910,181)	(307,497,178)
Other grants and transfers	5	(100,000)	(100,000)
Adjusted for:		5,598,458	7,150,838
Changes in receivables			
Net cash flows from operating activities		**11,993,277**	**20,564,281**
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	6	(13,049,240)	(13,760,973)
Net cash flows from investing activities		**(13,049,240)**	**(13,760,973)**
NET INCREASE IN CASH AND CASH EQUIVALENTS		**(1,055,963)**	**6,803,308**
Cash and cash equivalent at BEGINNING of the year		**6,803,308**	**0**
Cash and cash equivalent at END of the year		**5,747,345**	**6,803,308**

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 25th Sep - 2017 and signed by:

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CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

IV. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

	Note	2016/2017 Kshs	2015/16 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	5,747,345	6,803,308
Total Cash and cash equivalents		**5,747,345**	**6,803,308**
Accounts receivables – Outstanding Imprests	9	1,552,380	7,150,838
TOTAL FINANCIAL ASSETS		**7,299,725**	**13,954,146**
NET FINANCIAL ASSETS		**7,299,725**	**13,954,146**
REPRESENTED BY			
Fund balance b/fwd		13,954,146	-
Surplus/Deficit for the year		(6,654,421)	13,954,146
NET FINANCIAL POSITION		**7,299,725**	**13,954,146**

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 25th sep - 2017 and signed by:

Clerk of the Assembly
Name: Patrick W. Kamwessar

Chief Finance Officer – County Assembly
Name: Laban M. Atemba
ICPAK Member Number: 7433

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis d	Budget utilization differences	% of Utilisation difference to final budget
	Kshs	Kshs	c=a+b (Kshs)		e=d-c (Kshs)	%
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	1,176,913,088	(177,000,000)	999,913,088	899,913,088	(100,000,000)	84%
TOTAL	**1,176,913,088**	**(177,000,000)**	**999,913,088**	**999,913,088**	**(100,000,000)**	**84%**
PAYMENTS						
Compensation of employees	575,772,564	-	575,772,564	504,508,088	(71,264,476))	88%
Use of goods and services	303,900,000	-	303,900,000	388,910,181	85,010,181	128%
Other grants and transfers	100,000	-	100,000	100,000	-	100%
Acquisition of Assets	20,140,524	-	20,140,524	13,049,240	(7,091,284)	65%
Other Payments	277,000,000	(177,000,000)	100,000,000	-		-
TOTAL	**1,176,913,088**	**(177,000,000)**	**999,913,088**	**906,567,509**	**(93,345,579)**	**91%**
SURPLUS/ DEFICIT	-		-	**(6,654,421)**	**(6,654,421)**	

(NB: the total under actual on comparable basis should be the same as the totals under the statement of receipts and payments, where the tow statements are not in agreement, a reconciliation of these two statements should be prepared as required under IPSAS and presented hereunder)

[Provide below a commentary on significant underutilization (below 10% of utilization) and any overutilization]

- The assembly utilized 100% of its recurrent budget and 0% of its development budget. This led to an overall utilization of 84%. The county executive did not disburse the development funds to the assembly.

(Explain *whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23*) .*Where the result of the statement of receipts and payments is a deficit, the Assembly should explain how the deficit was funded.*

- There were no reallocations in the budget.

The County Assembly financial statements were approved on 25th Sep 2017 and signed by:

Clerk of the Assembly
Name: Patrick W. Kamwessar

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

Chief Finance Officer – County Assembly
Name: Laban M. Atemba
ICPAK Member Number: 7433

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization differences	% of Utilisation difference to final budget
	Kshs	Kshs	c=a+b (Kshs)	d (Kshs)	e=d-c (Kshs)	%
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	899,913,088	-	899,913,088	899,913,088	-	100%
TOTAL	**899,913,088**	-	**899,913,088**	**899,913,088**	-	**100%**
PAYMENTS						
Compensation of Employees	575,772,564	-	575,772,564	504,508,088	(71,000,000)	88%
Use of goods and services	303,900,000	-	303,900,000	388,910,181	85,010,181	128%
Other grants and transfers	100,000	-	100,000	100,000	-	100%
Social Security Benefits	-	-	-	-		-
Acquisition of Assets	20,140,524	-	20,140,524	13,049,240	(7,091,284)	645%
Finance Costs		-				
Other Payments	-	-	-	-		-
TOTAL	**899,913,088**	-	**899,913,088**	**906,567,509**	**(6,654,421)**	**100%**
Surplus/ Deficit						

[Provide below a commentary on significant underutilization (below 10% of utilization) and any overutilization]

- The assembly over utilized in use of goods and services due to increase in County assembly forums thus making domestic travel cost to increase.
- On purchase of assets the assembly had budgeted to purchase two vehicles during the financial year however the dealers delayed in delivering the said vehicles

(Explain *whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23*)

- There were no changes in the assembly budget.

The County Assembly financial statements were approved on 25th Sep 2017 and signed by:

Clerk of the Assembly
Name:

Certified True Copy Of The Original

Date.....Sign.....
CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

Chief Finance Officer – County Assembly
Name:
ICPAK Member Number: 7433

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization differences	% of Utilisation difference to final budget
	Kshs	Kshs	c=a+b (Kshs)	d (Kshs)	e=d-c (Kshs)	%
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	277,000,000	(177,000,000)	100,000,000	-	(100,000,000)	0%
Proceeds from Sale of Assets	-	-	-	-		-
Other Receipts	-	-	-	-		-
TOTAL	**277,000,000**	**(177,000,000)**	**100,000,000**	**-**	**(100,000,000)**	**0%**
PAYMENTS						
Finance Costs	-	-	-	-		-
Other Payments	277,000,000	(177,000,000)	100,000,000	-	(100,000,000)	0%
TOTAL	**277,000,000**	**(177,000,000)**	**100,000,000**	**-**	**(100,000,000)**	**0%**
SURPLUS/ DEFICIT						

[Provide below a commentary on significant underutilization (below 10% of utilization) and any overutilization]

- The county executive did not disburse the development funds to the assembly.

(Explain *whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23*)

- There were no changes in the assembly budget.

The County Assembly financial statements were approved on 28th Sep 2017 and signed by:

Clerk of the Assembly
Name:

Chief Finance Officer – County Assembly
Name:
ICPAK Member Number: 7433

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

IX. SiGNIFICANT ACCOUNTING POLICIES

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

I. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

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

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

ii. Reporting County Assembly

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

iii. Recognition of receipts and payments

a) Recognition of receipts

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

Tax receipts

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

Transfers from the Exchequer/ County Treasury

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

Other Receipts

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Recognition of payments

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

Compensation of employees

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

Use of goods and services

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

Acquisition of fixed assets

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

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

iv. In-kind contributions

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

v. Cash and cash equivalents

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

Restriction on cash

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

There were no other restrictions on cash during the year

SIGNIFICANT ACCOUNTING POLICIES (Continued)

vi. 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.

vii. 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.

viii. Non current assets

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

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

x. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *County Assembly's* budget was approved as required by Law . The original budget was approved by the County Assembly on Kakamega for the period 1st July 2016 to 30 June 2017 as required by law. There was one supplementary budgets passed in the year. A high-level assessment of the *County Assembly's* actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

xi. Comparative figures

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

xii. Subsequent events

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

xiii. 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.

xiv. 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.

II. NOTES TO THE FINANCIAL STATEMENTS

2. Transfers from the County Treasury/Exchequer Releases

	2016/17	2015/16
	Kshs	Kshs
Transfers from the County Treasury for Q1	224,978,272	93,577,825
Transfers from the County Treasury for Q2	224,978,272	93,577,825
Transfers from the County Treasury for Q3	224,978,272	93,577,825
Transfers from the County Treasury for Q4	224,978,272	93,577,825
Cumulative Amount	**899,913,088**	**374,311,300**

(Where money is transferred to the County Assembly on a monthly basis, include the months instead of quarters. A detailed annex showing the reconciliation of transfers between the County Treasury and County Assembly is included in this report.)

3. COMPENSATION OF EMPLOYEES

	2016/17	2015/16
	Kshs	Kshs
Basic salaries of permanent employees	205,950,295	
Basic wages of temporary employees	36,771,520	38,999,000
Personal allowances paid as part of salary	223,985,221	
Personal allowances paid as reimbursements	306,000	
Pension and other social security contributions	37,495,082	
Total	**504,508,088**	**38,999,000**

(Provide detailed explanation with regard to the number of employees recruited by the Assembly, new employees and resignations. Explain what other personnel costs relate to)

4. USE OF GOODS AND SERVICES

	2016/17	2015/16
	Kshs	Kshs
Utilities, supplies and services	309,263	394,101
Communication, supplies and services	755,977	737,799
Domestic travel and subsistence	285,146,353	206,861,869
Foreign travel and subsistence	-	2,217,350
Printing, advertising and information supplies & services	4,423,778	8,148,166
Rentals of produced assets	12,038,000	16,548,600
Training expenses	532,338	766,468
Hospitality supplies and services	28,343,965	19,727,528
Insurance costs	27,948,003	25,482,314
Specialized materials and services	965,220	-
Office and general supplies and services	12,615,906	7,882,641
Other operating expenses	6,798,657	13,393,200

Routine maintenance – vehicles and other transport equipment	2,362,689	1,469,192
Routine maintenance – other assets	4,526,104	1,451,950
Fuel and lubricants	2,143,928	2,416,000
Total	**388,910,181**	**307,497,178**

5. OTHER GRANTS AND TRANSFERS

	2016/17	2015/16
	Kshs	Kshs
Other current transfers, grants	100,000	100,000
Total	**100,000**	**100,000**

6. ACQUISITION OF ASSETS

Non Financial Assets	2016/17	2015/16
	Kshs	Kshs
Overhaul of Vehicles and Other Transport Equipment	4,318,600	3,000,000
Purchase of Office Furniture and General Equipment	1,887,020	1,539,000
Purchase of mini bus	6,843,620	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	4,248,898
Purchase of Specialised Plant, Equipment and Machinery	-	4,973,075
Total	**13,049,240**	**13,760,973**

7. BANK ACCOUNTS

Name of Bank, Account No. & Currency	Indicated whether recurrent or development	2016/17	2015/16
		Kshs	Kshs
CBK 1000201018 (KSHS)	Reccurrent acc	3,424,089.05	5,000
CBK (KSHS)	Development acc	-	-
COOP BANK 01141545120500 (KSHS)	Recurrent Acc	2,323,255.80	6,798,308.07
Total		**5,747,344.85**	**6,803,308.07**

(NB: all bank accounts operated by the County Assembly should be included in this note.)

8. ACCOUNTS RECEIVABLE

	2016/17	2016/17
	Kshs	Kshs
Government Imprests	1,552,380	7,150,838
Total	**1,552,380**	**7,150,838**

**See Annex 2 for a detailed analysis of the outstanding imprests.*

DISCLOSURE NOTES

9.1: PENDING ACCOUNTS PAYABLE

	2016/17	2015/16
	Kshs	Kshs
Supply of goods	34,739,412	
Supply of services	8,684,171	
Total	**43,423,583**	

9.2: PENDING STAFF PAYABLES

	2016/17	2015/16
Name of Staff	Kshs	Kshs
Kakamega	18,648,189	
Total	**18,648,189**	

III. 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)*
2015-2016	Financial statement 2015/2016	The assembly received the report on 6th Nov 2017	Patrick Kamwessar-Clerk	The Assembly is yet to act on the report as it has just been received	30th April 2018

Guidance Notes:

(i) Use the same reference numbers as contained in the external audit report;

(ii) Obtain the "Issue/Observation" and "management comments", required above, from final external audit report that is signed by Management;

(iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your County Assembly responsible for implementation of each issue;

(iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report to National Treasury.

Clerk of the County Assembly

Sign.....

Date...25th Sep - 2018

CLERK OF THE COUNTY ASSEMBLY
KAKAMEGA COUNTY

IV. ANNEX 1 - SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2015/2016	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 2016/2017
Transport equipment	3,000,000	11,162,220	-	7,318,600
Office equipment, furniture and fittings	1,539,000	1,887,020	-	3,426,020
ICT Equipment, Software and Other ICT Assets	4,248,898			4,248,898
Other Machinery and Equipment	4,973,075			4,973,075
Total	**13,760,973**	**13,049,240**		**19,966,593**

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Assembly since its inception. Additions during the year should tie to note 10 on acquisition of assets during the year and subsequently the statement of receipts and payments

V. ANNEX 2– ANALYSIS OF OUTSTANDING IMPREST

Government Imprest Holders

Name of Officer or Institution	*Date Imprest Taken*	*Amount Taken*	*Amount Surrendered*	*Balance*
		Kshs	*Kshs*	*Kshs*
Doreen Wesonga	8/30/2016	12,000	-	12,000
Susan Simiyu	12/10/2016	10,000	-	10,000
Phylvan Inziani	29/11/2016	766,480	-	766,480
Beatrice Ilavonga	1/3/2017	300,000	-	300,000
Nicholas Anywa	19/6/2017	403,900	-	403,900
Alex makokha	23/6/2017	60,000	-	60,000
Total		**1,552,380**		**1,552,380**