REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF COUNTY ASSEMBLY OF NYAMIRA

FOR THE YEAR ENDED 30 JUNE 2016

COUNTY ASSEMBLY OF NYAMIRA

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2016

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

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(g) **Entity Bankers**

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   Haile Selassie Avenue
   P.O. Box 60000
   City Square 00200
   Nairobi, Kenya

2. Kenya Commercial Bank
   Nyamira Branch
   P.O. Box
   Nyamira, Kenya

(h) Independent Auditors

Auditor General
Kenya National Audit Office
Kisumu Branch
P.O. Box
Kisumu, Kenya

(i) Principal Legal Adviser

The County Assembly Legal Office
P.O. Box 590
40500 - Nyamira
Kenya

II. FORWARD BY THE CLERK OF THE ASSEMBLY

Budget performance
The County Assembly spent Kshs.428,737,274 during the year under review as recurrent expenditures. Kshs.71,604,337 allocated for Development expenditure was however not spent and transferred to various County Departments during the Supplementary Budget estimates on March, 2016. A total of Kshs.256million was spent on Compensation of employees while Kshs.152.6million was utilized for the use of goods and services. Provision of Kshs.19.4million was provided for payment of Gratuity and pension for the Members of County Assembly and staff respectively.
Performance of key development projects
An allocation of Kshs.71,604,337 meant for Development expenditure (Construction of offices and committee rooms) was not undertaken during the financial year. The amount was however transferred to Roads and public works department for purpose of development expenditure.
Comment on value-for-money achievements
The County Assembly currently has the capacity to undertake key departmental functions. With current enhancement of various County Assembly departments such as Sergeant at Arms, Hansard, Procurement and Budget department, the County Assembly is able to undertake its functions effectively. The County Assembly has also taken the staff members to various training conducted by Kenya School of Government and Society of Clerks at the Table (Soccat) to enhance effectiveness in service deliverly.
Challenges and Recommended Way Forward
The County Assembly is yet to finalize on its Strategic Plan that will guide in undertaking the key strategic objectives. The County Assembly has also had challenges on secure offices and committee rooms. The CASB has undertaken to pursue construction of offices and committee rooms during the financial year 2016/2017. An allocation of Kshs.55million was approved in the budget towards this construction.

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Sign

Clerk of the County Assembly

COUNTY ASSEMBLY OF NYAMIRA
THE CLERK
03 OCT 2016
P.O. Box 500-40500 NYAMIRA

STATEMENT OF MANAGEMENT RESPONSIBILITIES

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, 2016. This responsibility includes:

(a) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period;
(b) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Assembly;
(c) 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;
(d) safeguarding the assets of the County Assembly;
(e) selecting and applying appropriate accounting policies; and
(f) 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, 2016, 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 year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 03/10/ 2016.

Clerk of the County Assembly

COUNTY ASSEMBLY OF NYAMIRA
THE CLERK
03 OCT 2016
P.O. Box 590-40200 NYAMIRA

REPUBLIC OF KENYA

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NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF NYAMIRA FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of the County Assembly of Nyamira set out on pages 4 to 14, which comprise the statement of financial assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows, 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.

Management's Responsibility for the Financial Statements

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

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

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with 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. The audit was conducted in accordance with International Standards of Supreme Audit Institutions. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Assembly's internal control. An audit also includes evaluating

the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I am not able to obtain sufficient appropriate audit evidence to provide basis for an audit opinion.

Basis for Disclaimer of Opinion

1. Inaccuracies of Financial Statements figures

During the year under review, the budget execution report extracted from Integrated Financial Management Information System (IFMIS) did not agree with the summary statement of comparison of budget and actual amount under the financial statements as analysed below;

Item	Amounts as per Financial Statements Kshs	Amounts as per IFMIS Kshs	Difference Kshs
Total Receipts	428,737,274	421,592,971	7,144,303
Total Payments	428,472,325	421,592,971	6,879,354
Financial Assets	264,949	-	264,949
Compensation of Employees	256,148,942	252,161,085	3,987,857
Domestic Travel and Subsistence	93,146,109	76,922,500	16,223,609

Further, the statement of comparison of development budget and actual amounts reflect an original budget of Kshs.71,604,337 which was subsequently adjusted or cancelled by similar amount. However, no explanation was provided for the adjustment.

These financial statements figures are therefore not supported by IFMIS which is the principal reporting system for the County Assembly.

1.2. Unsupported Accounts Receivable

The statement of financial assets reflects accounts receivable of Kshs.242,458 which is described as withholding tax under note 9. However, no schedule was availed to support the figure in the financial statements. Further, according to Public Sector Accounting Standards Board (PASB) reporting template, the cash basis reporting requirement does not support the inclusion of accounts receivable in the statement of financial assets. The management was in breach of the standards and regulations and

therefore the accuracy and validity of accounts receivable balance of Kshs.242,458 could not be confirmed.

In view of the foregoing, the accuracy of the financial statements for the year ended 30 June 2016 could not be confirmed.

2. Cash and Cash Equivalents

The cash and cash equivalent balance of Kshs.22,491 as at 30 June 2016 had the following unresolved anomalies;

i. The car loan scheme funds had been excluded and the bank statements for the loan scheme were also not provided for audit review. Further, the bank reconciliation statements for the operation accounts held at KCB Nyamira had unpresented cheques of Kshs.14,051,847 and bank charges of Kshs.27,695 treated as reconciliation items which were not supported by documentary evidence or analysis.

ii. During the year under review, the mortgage and car loan scheme had received seed capital totalling Kshs.148,000,000 yet this had not been captured in the financial statements.

Consequently, the accuracy and validity of bank balances of Kshs.22,491 as at 30 June 2016 could not be confirmed.

3. Pending Bills

Note 10 to the financial statements reflects pending bills of nil balance. However, documents provided for audit indicated accumulated pending bills totalling Kshs.30,865,618. Further, the Assembly did not provide pending bills ledger, purchase orders and invoices for audit review to ascertain correctness of Kshs.30,865,618.

Failure to pay bills in the year they relate distorts the financial statements for the year and adversely affects the provisions for subsequent years they have to be charged. Had these bills been paid, the statement of receipts and payment would have an increased deficit of Kshs.30,600,669 instead of a surplus of Kshs.264,949 now shown.

Consequently, it has not been possible to ascertain why pending bills of Kshs.30,856,618 were not captured in the financial statements for the year ended 30 June 2016.

4. Use of Goods and Services

4.1. Unsupported Expenditure

Included in use of goods and services of Kshs.152,643,843 are payments totalling Kshs.13,902,032 that have not been supported with relevant documentary evidence such as payment vouchers, invoices and local purchase orders.

4.2. Domestic Travel and Subsistence Allowance

Included in the use of goods and services of Kshs.152,643,843 is domestic travel and subsistence figure of Kshs.93,146,109 which was supported to the tune of Kshs.72,449,351 thereby resulting in an unreconciled difference of Kshs.20,696,758.

4.3. Committees Meetings Expenditure

Included under use of goods and services figure of Kshs.152,643,843 is an amount of Kshs.6,016,910 relating to Assembly's meetings, travel and accommodation held outside the jurisdiction of the Assembly. The meetings were for Finance and Planning Committee, Youth, Sports, Gender and Culture Committee, Public Administration, Lands Committee, Public Investment and Accounts Committee and Justice and Legal Affairs Committee all held in Kisumu, Mombasa, Nairobi, Meru and Itibo respectively contrary to the Standing Order 163 of Nyamira County Assembly that require that the Speaker of the Assembly must approve for such meetings held outside the Assembly jurisdiction. However, no evidence of such approval by the clerk was made available for audit review.

In addition, an officer was paid to attend the public administration committee meeting between 17 November and December 2015 although his name was not in the approved list by the clerk hence an overpayment of Kshs.61,000. Further, out of a total of Kshs.6,016,910 withdrawn by cheque No.535 for purpose of committees meetings only a total of Kshs.3,498,760 was accounted for leaving Kshs.2,518,150 as unsurrendered.

4.4. Implementation Committee Transport Allowance

Included in the use of goods and services of Kshs.152,643,843 is domestic travel cost of Kshs.93,146,109 which in turn includes transport payment to members of the Assembly's Implementation Committee dated 8 June 2016 of Kshs.3,667,400 for the meeting of 25 April 2016 held in Mombasa. However, necessary documents such as minutes signed by the clerk, details on the meeting venue, approval from the speaker to conduct meetings out of the Assembly's jurisdiction and signed attendance register by all participants of the meeting were not provided for audit review.

4.5. Irregular Transport Costs

Included under use of goods and services of Kshs.152,643,843 is domestic travel and subsistence figure of Kshs.93,146,109 which in turn includes an amount totalling Kshs.302,000 paid to sixteen (16) MCAs and assembly staff as gross transport allowances to attend water and environment committee on 21 January 2016 and 11 March 2016 held in Kisumu, contrary to Salaries and Remuneration Commission circular No.SRC/TS/RECM&E/3/68 which require that the County Assembly should not fuel private vehicles of Members of County Assembly or staff. Further, out of total sixteen (16) MCAs, six are not members of the committee and are not captured in the minutes of attendance. It was not clear how the Kshs.80,000 was paid to eight (8) non-members without invitation or nomination.

4.6. Irregular Extra-Mileage Claim

Included under use of goods and services of Kshs.152,643,843 is an amount of Kshs.93,143,109 for domestic travel and subsistence which in turn include Kshs.4,525,680 paid to five Members of County Assembly as extra- mileage claims. However, the claims were in excess of the approved rate by Salaries & Remuneration Commission Circular SRC/TS/ dated 27 January 2015 which states that, the extra-mileage claims are limited to one claim per week to facilitate members to undertake their ward representation functions. The amount to be paid as per the circular should have been Kshs.898,520 and as such leading to an overpayment of Kshs.3,692,920.

4.7. Unsupported Hotel Catering, Accommodation and Conference Costs

Included in use of goods and services of Kshs.152,643,843 is hospitality supplies and services of Kshs.17,457.157 which in turn includes an amount totalling Kshs.2,719,645 in respect to catering services, transport, accommodations and conference facilities. However, attendance registers for attending members, reports produced, authority of travelling, purpose for holding such meetings, targeted participants were not produced for audit review.

Further, the Assembly did not adhere to procurement procedures in procurement of conference services as it did not get the benefit of competitive bidding, contrary to Public Procurement Regulations 2013 section 2(a) that require procuring entity to invite tenders from only the persons who have been pre-qualified.

4.8. Unsupported and Over Expenditure on Security Operations

Included under use of goods and services figure of Kshs.152,643,843 is other operating expenses of Kshs.9,139,883 which in turn includes security operations expenditure of Kshs.1,538,298 which was not supported by the documentary evidence, such as muster and payment schedules indicating the number of days and months that the officers actually worked.

4.9. Irregular Procurement of Insurance Covers

Included under use of goods and services figure of Kshs.152,643,843 is insurance cost of Kshs.6,380,000 which in turn includes, medical and motor vehicle covers of Kshs.5,314,583 from APA Insurance and AMACO Insurance companies. However, it was noted that the local service orders were written to respective service providers even before the tender evaluation and tender awarding were done contrary to Public Procurement Regulations 2013 section 3(d) as analysed below:

Details	Payee	Date of LSO	Date of Award Minutes	Date of Payment	Amount Kshs.
Payment for Medical Cover for Members and Hon Speaker	APA Insurance	22 December 2014	5 February 2015	29 October 2015	5,000,000
Insurance cover for Toyota Land cruiser (46 CGOOO1A)	AMACO Insurance	23 October 2015	29 October 2015	19 May 2016	314,583
Total					**5,314,583**

Further, opening tender minutes and insurance policy document for medical insurance contract were not availed for audit verification.

4.10. Procurement of Training Services and Related Facilities

The use of goods and services figure of Kshs.152,643,843 includes training expenses of Kshs.3,891,723 which was supported by payment vouchers of Kshs.4,509,992. In addition, there were other payment vouchers of Kshs.936,000 which were not provided for audit review to support training expenses resulting in an unexplained difference of Kshs.1,554,270. Further, the Assembly directly procured training services, contrary to Public Procurement Regulations 2013 under section 2(a).

4.11. Refined Fuel and Lubricants

Included in the use of goods and services figure of Kshs.152,643,843 is fuel and lubricants amounting to Kshs.630,500. However, the payment vouchers provided for audit review amounted to Kshs.1,360,881 which leads to understatement on this item by Kshs.730,381 or 130% of the expenditure.

4.12. Unvouched Expenditure Research Allowance

Included in the use of goods and services figure of Kshs.152,643,843 is printing, advertising and information supplies and services expenditure of Kshs.4,046,149 which further includes research allowance totalling Kshs.589,300. However, payment vouchers to support this expenditure were not availed for audit verification contrary to Section 21(1) of the Public Audit Act, 2015.

In view of the many anomalies and non-compliances with the law cited above, the propriety of Kshs.152,643,843 in respect of use of goods and services could not be confirmed.

5. Fixed Assets Register and Handover of Assets

The financial statements excludes the fixed assets register annexure and the management did not make any disclosure as regards the fixed assets inherited from the defunct County Council of Nyamira. Further, from the documents provided for audit review, it was apparent that the Assembly acquired fixed assets worth Kshs.2,516,863 which were also not reflected in the financial statements.

Consequently, due to the exclusion of fixed assets worth Kshs.2,516,813 from the financial statements, the validity of the financial statements for the year ended 30 June 2016 could not be confirmed.

6. Compensation of Employees

6.1. Unreconciled Payroll Figures

The statement of receipts and payments reflects compensation to employees of Kshs.256,148,942 which however was not supported with payroll summary of Kshs.179,135,985 resulting in an unexplained and unreconciled difference of Kshs.77,012,957.

Further, the wage bill compared to the total receipts of Kshs.428,737,274 constitutes 60% contrary to Public Finance Management County Governments Regulations 2015 under section 25(c) that recommend a maximum of 35%.

6.2. Sitting Allowance paid during Recess to Members of the County Assembly

Included under compensation of employees of Kshs.256,148,942 is sitting allowances totalling Kshs.45,596,700 out of which Kshs.23,698,200 was paid to Members of County Assembly (MCAs) for their meetings for the period July to December 2015, which further includes Kshs.2,762,000 being sitting allowance paid to members while on December 2015 recess. However, minutes of meeting and attendance register were not availed for audit verification and hence making it difficult to ascertain whether or not the meetings actually took place.

6.3. Mortgage and Car Loans Facility to Members of the County Assembly

Included in compensation of employees of Kshs.256,148,942 is personal allowances paid as part of salary of Kshs.150,363,186 which in turn includes amount totalling Kshs.26,000,000 which relates to a funds transfer to MCA's car loans and mortgages fund which was disbursed during the year under review. However, loans and mortgages Board has not yet been established for the purpose of managing the Fund. Separate Fund financial statements were however not prepared and submitted for audit to Auditor-General as required by Section 199(2) of Public Finance Management County Government Regulations 2015 and Section 84(3) Public Finance Management Act, 2012.

Further, the Assembly did not calculate the interest per annum and loaded to the principal amount on mortgage and car loans disbursed to Members of the County

Assembly contrary to Income Tax Act under fringe benefits tax Section 12 B which is to be paid by the employer in respect of interest rates benefits.

6.4. Non Taxation of Air Time Allowance to Assembly Members

Included under compensation of employees figure of Kshs.256,148,942 is an amount of Kshs.3,745,000 in respect of personal allowances paid as reimbursements of which in turn includes Kshs.2,232,000 paid to Members of County Assembly, County Assembly Service Board and Staff of the Assembly being air time at the rate of Kshs.5,000 per month as per schedule availed for audit review. However, the amounts were not taxed and as such the management was in breach of the tax authorities law.

Consequently, the propriety of Kshs.126,711,157 under compensation of employees for year ended 30 June 2016 could not be confirmed.

7. Inaccuracies in Social Security Benefits

7.1. Unreconciled Social Security Benefits

The social security benefits totaling Kshs.19,451,916 disclosed under note 6 to the financial statements is supported by payment documents of Kshs.17,451,420 and therefore resulting in an unreconciled difference of Kshs.2,000,496.

7.2. Incorrect Provision of Gratuity Services

The social security benefits figure of Kshs.19,451,916 for the year ended 30 June 2016 includes Kshs.10,905,316 paid to Local Authority Provident Fund (LAPFUND) being gratuity services to Members of County Assembly (MCAs) for the year 2015/16. The contractual agreement between the Nyamira County Assembly Service Board and LAP Fund Board was signed by the House Speaker, MCA for Kemera Ward and the CEO of LAP Fund in their capacity as individuals as there were no official seals imprinted on the document to show that the individuals acted as representatives of Nyamira County Assembly.

Consequently, the management was in breach of the regulations and the propriety of the payment of Kshs.12,905,812 in respect of social security benefits for the year ended 30 June 2016 could not be confirmed.

8. Unsupported Corporate Social Responsibility

The corporate social responsibility figure of Kshs.200,000 as reflected under note 4 to the financial statements is not supported with necessary documentation. In the circumstances, it was not possible to confirm the validity and propriety of corporate social responsibility figure of Kshs.200,000 for the year ended 30 June 2016.

9. Budgetary Performance Analysis

During the year under review, the approved final budget for County Assembly of Nyamira was Kshs.428,737,274. A review of the recurrent budget is as shown below:

9.1 Recurrent Expenditure

A comparison of budget and actual expenditure for the recurrent expenditure revealed the following position;

Item	Budget Kshs.	Actual Kshs.	Variances Kshs.	Performance %
Travel Costs, Accommodation and Domestic Subsistence Allowance	80,250,423	93,146,109	(12,895,686)	(116)
Foreign Travel Costs (airlines, bus, railway, etc.)	5,992,500	10,267,500	(4,275,000)	(171)
Catering Services (receptions), Accommodation, Gifts, Food and Drinks, Entertainment allowances	8,431,060	17,457,157	(9,026,097)	(207)
Other Operating Expenses	17,479,820	9,139,883	8,339,937	52
Utilities ,Supplies and Services	690,000	149,900	540,100	22
Communication, supplies, and services	474,000	374,000	100,000	79
Printing, Advertising, and information supplies & services	4,764,630	4,046,149	718,481	85
Rentals of produced Assets	4,040,000	3,962,800	77,200	98
Training Expenses	1,680,000	5,445,993	(3,765,993)	(324)
Insurance costs	17,700,000	6,380,000	11,320,000	36
Specialized materials	1,483,300	716,000	767,300	48

and services				
Office and General Supplies and Services	2,251,000	1,999,954	251,046	89
Fuel oil and Lubricants	3,533,400	630,500	2,902,900	18
Routine maintenance of vehicles and other transport equipment	2,890,965	408,168	2,482,797	14
Routine maintenance other assets	424,000	74,000	350,000	17
Bank charges	48,000	27,625	20,375	58
Basic salaries of permanent employees	101,637,899	101,680,756	(42,857)	100
Basic wages of temporary employees	360,000	360,000	0	100
Personal allowances paid as part of salary	88,167,043	150,363,186	(62,196,143)	(171)
Personal allowances paid as reimbursements	3,745,000	3,745,000	0	100
Social Security Benefits	6,546,600	19,451,916	(12,905,316)	(297)
Corporate Social Responsibility	800,000	200,000	600,000	25

The above analysis showed that the Assembly over spent on 6 budget items namely travel costs, accommodation and subsistence allowances, foreign travel costs (airlines, bus, railway, etc.), catering services (receptions), training expenses, personal allowances paid as part of salary and social security benefits all of which were overspent without seeking approval from the County Treasurer. No proper explanation was provided by management for this irregularity.

10. Irregular Recruitment and Selection

The County Assembly Service Board (CASB) did not provide for audit review an approved staff establishment and organization structure of the Assembly for its workforce of 157 employees. Further, during the year under review, the board advertised vacancies for 17 posts but filled 58 posts and there was no documented criteria through which shortlisted candidates were evaluated and rated.

Consequently, the employment of Assembly's employees was not carried out in an open and transparent manner as the interview files did not document the criteria followed.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.



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

Nairobi

30 August 2017

III. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015/16 Kshs
RECEIPTS		
Transfers from the County Treasury/Exchequer	1	428,737,274
Releases	2	
Other Receipts		
TOTAL RECEIPTS		428,737,274
PAYMENTS		
Compensation of Employees	3	256,148,942
Use of goods and services	4	152,643,843
Corporate Social Responsibility	5	200,000
Social Security Benefits	6	19,451,916
Finance Costs	7	27,625
TOTAL PAYMENTS		428,472,325
DEFICIT/SURPLUS		264,949

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 03/10/ 2016 and signed by:

Clerk of the Assembly

Chief Finance Officer – County Assembly

COUNTY ASSEMBLY OF NYAMIRA
THE CLERK
03 OCT 2016
P.O. Box 520 - 40500 NYAMIRA

IV. STATEMENT OF FINANCIAL ASSETS

	Note	2015/16 Kshs
FINANCIAL ASSETS		
Cash and Cash Equivalents		
Bank Balances	8A	22,491
Cash Balances	8B	-
Total Cash and cash equivalents		22,491
Accounts receivables	9	242,458
TOTAL FINANCIAL ASSETS		264,949
FINANCIAL LIABILITIES		
Accounts Payables	10	-
NET FINANCIAL ASSETS		264,949
REPRESENTED BY		
Fund baiance b/fwd	11	-
Surplus for the year		264,949
NET FINANCIAL POSITION		264,949

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 03/10/ 2016 and signed by:

Clerk of the Assembly

Chief Finance Officer – County Assembly

COUNTY ASSEMBLY OF NYAMIRA
THE CLERK
03 OCT 2016
P.O. Box 560 - 40305 NYAMIRA

CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from operating income		
Transfers from the County Treasury/Exchequer Releases	1	428,737,274
Other Receipts	2	
Payments for operating expenses		
Compensation of Employees	3	(256,148,942)
Use of goods and services	4	(152,643,843)
Corporate Social Responsibility	5	(200,000)
Social Security Benefits	6	(19,451,916)
Finance Costs	7	(27,625)
Net cash flows from operating activities		264,950
CASHFLOW FROM INVESTING ACTIVITIES		
Withholding tax	9	(242,458)
Net cash flows from investing activities		(242,458)
CASHFLOW FROM FINANCING ACTIVITIES		
Amounts owed to suppliers	10	-
Cash and cash equivalent at BEGINNING of the year		22,491
Cash and cash equivalent at END of the year		-
As per statement of assets		22,491
		22,491

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 03/10/ 2016 and signed by:

Clerk of the Assembly

Chief Finance Officer – County Assembly

COUNTY ASSEMBLY OF NYAMIRA
THE CLERK
03 OCT 2016
P.O. BOX 540 - 40500 NYAMIRA

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation difference to final budget
	Kshs	Kshs	c=a+b	e=d-c	Kshs
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	500,341,611	71,604,337	428,737,274	428,737,274	0%
TOTAL	**500,341,611**	**71,604,337**	**428,737,274**	**428,737,274**	0%
PAYMENTS					
Compensation of Employees	244,565,592	11,983,350	256,548,942	256,148,942	4.74%
Use of goods and services	163,919,766	(11,383,350)	152,536,416	152,536,416	(6.94%)
Donations	800,000	(600,000)	200,000	200,000	0%
Social Security Benefits	19,451,917	-	19,451,917	19,451,917	0%
Finance Costs	-	-	-	27,625	-
TOTAL	**428,737,274**	-	**428,737,274**	**428,472,326**	(2.20%)

The entity financial statements were approved on _____ 2016 and signed by:

Clerk of the Assembly

COUNTY ASSEMBLY OF NYAMIRA THE CLERK 03 OCT 2017

Chief Finance Officer – County Assembly

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation difference to final budget
	Kshs	Kshs	c=a+b	e=d-c	Kshs
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	428,737,274	-	428,737,274	428,737,274	-
TOTAL	428,737,274	-	428,737,274	428,737,274	0%
PAYMENTS					
Compensation of Employees	244,565,592	11,983,350	256,548,942	256,148,942	4.74%
Use of goods and services	163,919,766	(11,383,350)	152,536,416	152,536,416	(6.94%)
Donations	800,000	(600,000)	200,000	200,000	0%
Social Security Benefits	19,451,917	-	19,451,917	19,451,916	0%
Finance Costs	-	-	-	27,625	-
TOTAL	428,737,274	-	428,737,274	428,472,326	(2.20%)

The entity financial statements were approved on _____ 2016 and signed by:

Clerk of the Assembly

COUNTY ASSEMBLY OF NYAMIRA
TRUE CLERK
03 OCT 2017
P.O. BOX 1920-40500 NYAMIRA

Chief Finance Officer – County Assembly

For the year ended [illegible]

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation difference to final budget
	Kshs	Kshs	c=a+b	e=d-c	Kshs
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	71,604,337	(71,604,337)	-	-	-
TOTAL	71,604,337	(71,604,337)	-	-	-
PAYMENTS					
Compensation of Employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Subsidies	-	-	-	-	-
Social Security Benefits	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-
Finance Costs	-	-	-	-	-
Other Payments	-	-	-	-	-
TOTAL	-	-	-	-	-

The entity financial statements were approved on _____ 2016 and signed by:

Clerk of the Assembly

Chief Finance Office - County Assembly

IX. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-progarmme	Budget	Actual	Budget utilization difference	Budget cumulative to date	Actual cumulative to date	Budget utilization difference
	2015/16	2015/16		Date, 30 June, 2016	Date, 30 June,16	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Programme 1: Supervision Services						
Sub-programme 1: Administrative & Support services	308,426,074	308,178,765	247,309	308,178,765	308,178,765	247,309
Sub-programme 2: Policy & Planning	9,153,200	9,862,600	(709,400)	9,862,600	9,862,600	(709,400)
Programme 2: Oversight & control services						
Sub-programme : Monitoring, Evaluation & Coordination	82,404,500	81,435,956	968,544	81,435,956	81,435,956	968,544
Programme 3: Legislation & Representation						
Sub-programme 1: Legislation development & approval services	9,545,500	8,885,700	659,300	8,885,700	8,885,700	659,500
Sub-programme 2: Representation services	19,208,000	20,109,004	(901,004)	20,109,004	20,109,004	(901,004)
Sub-programme 2: Infrastructural Development	71,604,337	-	(71,604,337)	-	-	-
Total	500,341,611	428,472,025	(71,339,588)	428,472,025	428,472,025	264,949



X. NOTES TO THE FINANCIAL STATEMENTS

1 Transfers from the County Treasury/Exchequer Releases

	2015/16
	Kshs
Total Exchequer Releases for quarter 1	50,000,000
Total Exchequer Releases for quarter 2	95,000,000
Total Exchequer Releases for quarter 3	158,000,000
Total Exchequer Releases for quarter 4	125,737,274
Cumulative Amount	428,737,274



NOTES TO THE FINANCIAL STATEMENTS (Continued)

2 OTHER RECEIPTS

	2015/16
	Kshs
Other Receipts	-
Total	-

3 COMPENSATION OF EMPLOYEES

	2015/16
	Kshs
Basic salaries of permanent employees	101,680,756
Basic wages of temporary employees	360,000
Personal allowances paid as part of salary	150,363,186
Personal allowances paid as reimbursements	3,745,000
Total	256,148,942

4 USE OF GOODS AND SERVICES

	2015/16
	Kshs
Utilities, supplies and services	149,900
Communication, supplies and services	374,000
Domestic travel and subsistence	93,146,109
Foreign travel and subsistence	10,267,500
Printing, advertising and information supplies & services	4,046,149
Rentals of produced assets	3,962,800
Training expenses	3,891,723
Hospitality supplies and services	17,457,157
Insurance costs	6,380,000
Specialized materials and services	716,000
Office and general supplies and services	1,999,954
Other operating expenses	9,139,883
Fuel oil and lubricants	630,500
Routine maintenance – vehicles and other transport equipment	408,168
Routine maintenance – other assets	74,000
Total	152,643,843

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 CORPORATE SOCIAL RESPONSIBILITIES

Description	2015/16
	Kshs
Corporate Social Responsibility	200,000
TOTAL	200,000

6 SOCIAL SECURITY BENEFITS

	2015/16
	Kshs
Government pension and retirement benefits	19,451,916
Total	19,451,916

7 FINANCE COSTS

	2015/16
	Kshs
Bank Charges	27,625
Total	27,625

8A BANK ACCOUNTS

Name of Bank, Account No. & Currency	2015/16
	Kshs
CBK, Account No.1000239751 – Kshs	21,051
KCB, Account No.1145126987- Kshs	1,440
Total	22,491

8B CASH IN HAND

	2015/16
	Kshs
Cash in Hand	-
Total	-

COUNTY ASSEMBLY OF NYAMIRA THE CLERK 03 OCT 2016

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9. ACCOUNTS RECEIVABLE

	2015/16
	Kshs
Staff Advances	-
Other Advances – Withholding tax	242,458
Total	**242,458**

10. ACCOUNTS PAYABLE

	2015/16
	Kshs
Amounts owed to suppliers	-
Total	-

11. FUND BALANCE BROUGHT FORWARD

	2015/16
	Kshs
Bank accounts	-
Cash in hand	-
Accounts Receivables	-
Accounts Payables	-
Total	-

