REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF COUNTY EXECUTIVE OF THARAKA NITHI

FOR THE YEAR ENDED 30 JUNE 2016

THARAKA NITHI COUNTY EXECUTIVE

REPORTS AND FINANCIAL STATEMENTS

FOR FINANCIAL YEAR ENDED JUNE 30, 2016

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

KENYA NATIONAL AUDIT OFFICE
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APR 2017
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I. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

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

(b) Key Management

The *County Government of Tharaka Nithi's* day-to-day management is under the following key organs:

- The county executive
- The county assembly
- The county public services board
- And the county assembly services board.

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2014 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	County Secretary	**-Mr.Ahmed Hemed**
2.	Chief Officer-F&E.P	**- Mr.Nicholus G. Thambu**
3.	Head of Accounting	**-Mr.Peter .M.Gakunu**
4.	Head of Supply Chain MGT	**- Mr.Nathan.K.Mwiti**

(d) Fiduciary Oversight Arrangements

- *County Assembly Budget Committee*
- *County Assembly Public County committee*
- *County Assembly Public Investment Committee*

(e) Entity Headquarters

County Headquarters ,
P.O. Box 10-60406
KATHWANA, KENYA

(f) Entity Contacts

Telephone: (254)
E-mail: tharakanithi2013@gmail.com
Website: www.go.ke

(g) Entity Bankers

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

2. Cooperative Bank of Kenya
   Chuka, Kenya
3. Equity Bank(K)ltd
   P.O. Box 75104-00200
   Nairobi, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. FORWARD BY THE CEC MEMBER FINANCE AND ECONOMIC PLANNING

Budget performance for the Period Ending 30th June 2016

The County Government of Tharaka Nithi budget for reporting period was approved in accordance with the law. It was funded by exchequer releases amounting to Kshs 3,137,566,667.The Local collection amounted to Kshs. 143,408,467.DANIDA financed our local health facilities to a tune of Kshs.12, 330,000 .The county government also received ksh 76,140,857 being transfers from national government entities in support of roads maintenance ,free maternal an health user fees forgone.

Physical Progress

The county government of Tharaka Nithi spent Ksh 397,337,682, on roads construction. The county Government also used some Kshs 290,792,654 on construction of buildings and other civil works. It is during this year that construction of the new ultra- modern county headquarters achieved a major milestone. Additional motor vehicles were purchased during the year to ease transportation problems and at the same time improve services delivery.

Value –for-money Achievements

The Government of Tharaka Nithi followed all the financial regulations and procedures in place when acquiring goods and services. It also adhered to prevailing circulars and publications.

Consequently, all payments made for services rendered and goods acquired can be proved to be above board. The living standard of the people has also gone up. For instance people are able to access clean water and use better roads.

Implementation Challenges of Strategic Objectives

There was an improvement in the disbursement of exchequer by the National Government although the Ksh 768,703,834 which 25% of the exchequer was receive in 2016 June. Due to this fact, it was not possible to implement the budget fully.

Some projects belonging to previous year took long to be completed within that particular period thereby distorting the strategic objectives to some extent. This was generally caused by the rigorous process of procurement and other financial management processes. Some contractors were not able to conclude their work as scheduled due to bad weather conditions among other factors.

Recommended Way Forward

The finance Department should try and make use of previous year remittance from the National Treasury to predict the amount that is likely to be received next year. In doing so, the County Treasury will be able to make better plans. The county government will continue investing heavily on programs that will have direct impact to Wananchi and thereby uplift their standard of living. Necessary internal controls and measures shall be put in place to realize this. Wastage of resources in form of goods, human or otherwise should not be condoned.

CEC FINANCE AND ECONOMIC PLANING
TharakaNithi County Government

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a county government entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the *County Government of Tharaka Nithi* is responsible for the preparation and presentation of the *County Government's* financial statements, which give a true and fair view of the state of affairs of the *County Government's* for and as at the end of the financial year (period) ended on June 30, 2016. 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 entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the *County Government*; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the *County Government of Tharaka Nithi* accepts responsibility for the *County Government's* financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of *County Government's* transactions during the financial year ended June 30, 2016, and of the *County Government's* financial position as at that date. The Accounting Officer charge of the *County Government of Tharaka Nithi* further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the *County Government* financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the *County Government of Tharaka Nithi* confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity'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 Accounting Officer confirms that the *County Government's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The *County Government s* financial statements were approved and signed by the CEC Member of Finance and Economic Planning on 08/12 2016.

The CEC Member of Finance and Economic Planning

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OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Tharaka Nithi County Executive set out on pages 5 to 56, which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments and statement of cash flows and summary statement of appropriation: recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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 County Executive's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Adverse Opinion

1.0 Accuracy and Completeness of the Financial Statements

i) Statement of Assets

The statement of assets reflects a total financial assets balance of Kshs.360,276,511 as at 30 June 2016. However, a recasting of the figures gave a total of Kshs. 359,287,273 resulting in an unexplained overcast of Kshs.989,238. Further, the statement of assets was balanced using the wrongly casted figure but the correctly casted figure of Kshs.359,257,273 results in the statement not balancing by the Kshs.989,238.

In the circumstances, the accuracy of the financial statements balances as at 30 June 2016 could not be ascertained.

ii) Summary of Fixed Assets

Note 8 of the notes to the financial statements and the statement of receipts and payments reflects Kshs.840,563,347 in respect to acquisition of assets during the year under review. However, annex 4 of annexes to the financial statements reflect an assets' increase of Kshs.1,651,692,421 from Kshs.1,006,567,360 as at 30 June 2015 to Kshs.2,658,259,781 as at 30 June 2016 resulting in an unexplained and unreconciled difference of Kshs. 811,129,074. Further, the acquired assets of Kshs.840,563,347 were not supported. In addition, inherited assets from the defunct local authorities within the county were not disclosed in the summary fixed assets register.

In view of the foregoing, the accuracy, location and completeness of the summary fixed assets register could not be ascertained as at 30 June 2016.

2.0 Cash and Cash Equivalents

The financial statements reflect a cash and cash equivalent balance of Kshs. 360,276,511 as at 30 June 2016. However, bank reconciliation statements for eight (8) bank accounts with total balance of Kshs. 231,203,290 were not made available for audit review as follows;

No	Account Name	Account No.	Bank	Balance Kshs
1	Revenue Collection	210260871230	Equity Bank	2,010,050
2	Education Fund	1141527727501	Coop Bank	14,971,955

3	Imprest	1141527727500	Coop Bank	10,090
4	Recurrent	1000171375	CBK	16,310,362
5	RMLF Fund		CBK	39,857,528
6	Revenue Fund	1000171707	CBK	157,902,531
7	Magutuni HMB	1120076870	KCB	140,774
8	Tharaka District HMB	1141058220502	Coop Bank	-
	Total			**231,203,290**

Further, the cash book of development account No. 1000171359 held in Central Bank of Kenya (CBK) had been overdrawn by Kshs.47,081,026. However, this amount was not reflected in the statement of assets as a liability but was offset from credit balances as at 30 June 2016. The credit balances in the cash book were therefore understated by the Kshs.47,081,026 while the statement of assets did not reflect a liability of Kshs.47,081,026.

In addition, the Tharaka Nithi County Executive reported a cash at hand balance of Kshs.5,854,483 in the statements of assets as at 30 June 2016. However, the financial statements balances differed with cash book cash balances of Kshs.1,555,341 by Kshs.(4,609,243) as follows;

Revenue Point	**Cash Survey Report Kshs**	**F/S Amount Kshs**	**Variance Kshs**
Igamba Ngombe-Sub County	76,250	1,933,926	(1,857,676)
Chuka Sub County Treasury	71,325	155,750	(84,425)
Chuka General Hospital	10,720	-	10,720
Chuka Urban	89,600	-	89,600
Marimanti Town	320,500	372,115	(51,615)
Tharaka North-Gatunga	459,280	459,280	-
Marimanti Level 4 Hospital	151,421	599,747	(448,326)
Chogoria Town	18,560	1,097,185	(1,078,625)
Mwimbi Sub- County	45,555	773,310	(727,755)
Muthambi sub county	2,030	463,170	(461,140)
Tharaka South Sub County	305,550	-	-
Kibunga Sub District Hosp	4,750	-	-
Total	**1,555,341**	**5,854,483**	**(4,609,242)**

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.360,276,511 as at 30 June 2016 could not be ascertained.

3.0 Outstanding Imprests

The statement of assets reflects outstanding imprests of Kshs.86,016,571 as at 30 June 2016. However imprest register showing details of how the imprest were issued and surrendered was not provided for audit review. It was therefore not possible to determine the purpose and how long the imprest had been outstanding including whether the Kshs.70,143,425 outstanding as at 30 June 2015 had been surrendered.

Further, examination of an imprest schedule provided for audit review revealed that fourteen (14) officers had more than one outstanding imprest in contravention of the Treasury Circular No 14/2013 of 19 November 2013. No measures have been put in place to have the imprests accounted for.

Further, records made available for audit review showed that included in the imprest balance of Kshs. 86,016,571 at 30 June 2016 were imprest totaling to Kshs.2,583,520 held by senior staff members of the Ministries/departments allegedly to pay for the Ministries/departments expenses. However, the imprests of Kshs.2,583,520 issued as standing imprests or AIEs had not been surrendered / accounted for as at 30 June 2016.

In the circumstances, it has not been possible to ascertain the accuracy and recoverability of Kshs.86,016,571 imprests outstanding as at 30 June 2016.

4.0 Payables/Pending Bills

Annex 3 of the financial statements reflected payables / pending bills totaling to Ksh.329,904,865 comprising of pending accounts payables on civil works and buildings, supply of goods & services and staff payables of Kshs. 203,515,613 (Annex 3.1), Kshs.93,393,889 (Annex 3.2), and Kshs.32,995,363 (Annex 3.3) respectively.

However, Kshs.93,393,888 pending bills in respect to supply of goods and services were not supported by local purchase orders or local service orders, delivery notes, invoices, payment vouchers and ledgers.

Further, the staff payables increased by Kshs.16,743,363 from Kshs.16,252,000 as at 30 June 2015 to Kshs. 32,995,363 as at 30 June 2016 raising doubts on the ability of the Executive to pay its debts. In addition, the non-payment of the pending bills in the current year will affect the sequence year's expenditure and budget.

In view of the foregoing, it has not been possible to ascertain the completeness, accuracy and propriety of the payables / pending bills totaling Kshs. 329,904,865 as at 30 June 2016.

5.0 Unsupported Receivables / Debtors

Annex 2 of the annexes to the financial statements reflects outstanding receivables / rents totaling Kshs.19,176,029 as at 30 June 2016. However, included in the Kshs.19,176,029 were market stall receivables from Maara and Tharaka North sub counties of Kshs.76,305 and Kshs.2,223,880 respectively both totaling

Kshs.2,300,185 which were not supported by the respective analysis / ledgers showing the composition of the outstanding rents.

Further, comparison of the receivables disclosed in the financial statements and the respective schedules and the amount reflected in the ledgers revealed overstatement of Kshs.2,687,975 and an understatement of Kshs.485,876 in the financial statements both netting off to an overstatement of Kshs.2,202,099 as follows;

Station / Sub-County	Financial Statements (Kshs)	Ledgers (Kshs)	Difference (Kshs)
Chuka Urban	9,412,079	6,748,538	2,663,541
Tharaka North	2,248,314	2,223,880	24,434
Total Overstatement	**11,660,393**	**8,972,418**	**2,687,975**
Chogoria Urban	-	385,362	385,362
Maara	2,218,873	2,235,013	16,140
Tharaka South	2,223,880	2,248,314	24,434
Chogoria Urban	777,597	784,822	7,225
Chuka IgambaNg'ombe	959,284	1,011,999	52,715
Total Understatement	**6,179,634**	**6,665,510**	**485,876**
Net Total	**17,840,027**	**15,637,928**	**2,202,099**

In the circumstances, it has not been possible to ascertain the accuracy, completeness and recoverability of the accounts receivables balance of Kshs.19,176,029 as at 30 June 2016.

6.0 Unsupported Expenditure

The statement of receipts and payments reflected an expenditure totaling Kshs.574,870,589 in respect to use of goods and services, social security benefits and emergency relief which was unsupported.

Note 6 to the financial statements reflects a use of goods and services expenditure of Kshs.558,140,999 in respect to sixteen items. However, the respective ledgers to support the expenditures were not made available for audit review.

Further, Note 10 of the Notes to the financial statements reflects an expenditure for social security benefits of Kshs.5,015,029 which was not supported by ledgers.

In addition, Note 11 to the financial statements reflects Kshs.11,714,561 in respect to Other grants and other payments spent as emergency relief and refugees assistance. However, no records showing nature of emergency and beneficiaries were made available for audit review.

The summary of the unsupported expenditures is as follows;

Item	Amount (Kshs.)
Use of goods and Services	558,140,999
Social Security Benefits (NSSF)	5,015,029
Emergency Relief and Refugees Assistance	11,714,561
TOTAL	**574,870,589**

Under the circumstances, it has not been possible to confirm the propriety of the Kshs.574,870,589 expenditure as at 30 June 2016.

7.0 Irregular Donation of Funds

The County Executive paid an amount of Kshs. 2,200,000 on 14 April 2016 to Kenya Water Institute (KEWI) - Chiakariga Campus as a donation from the County Executive through the Ministries of tourism, environment, water services and natural resources as follows;

Voucher No.	Cheque No.	Purpose	Amount Kshs
256	100008	putting up of a water tank and classroom	950,000
258	100017	putting up of a water tank and classroom	200,000
255	1000007	putting up of a water tank and classroom	950,000
259	1000009	purchase of music system	100,000
		Total	**2,200,000**

However, the amount of Kshs. 2,200,000 was not budgeted for in the 2015/2016 development budget. Further, the project was not an emergency to warrant preferential treatment over the already budgeted projects in the year under review.

In addition, the payment was charged in the recurrent votes of the ministries instead of the County Development Account in disregard to the budgetary provisions. No explanation was given for the anomaly. The accountability of the cash donation could not be confirmed as no records from KEWI were made available for audit review.

In the circumstances, the propriety and validity of the expenditure of Kshs. 2,200,000 as at 30 June 2016 could not be confirmed as a charge on public funds.

8.0 Supply of Sports Equipment, Music Instruments, Food Stuffs and Hospitality Items from Non Registered Suppliers

The County Executive's records showed that various sports and music equipment, supply of kitchen items and food stuff/catering services amounting to Kshs.6,849,575 were procured from various merchants as follows;

PV No.	Date	Supplier	Amount Kshs	Item
JAN 15	7/1/2016	Kenswill Enterprises	995,000	sports equipment
JUN 104	23/6/2016	Panmac Investment	1,157,000	games equipment
JAN 016 B	7/1/2016	Panmac Investment	1,040,000	sports equipment
JAN 016 A	7/1/2016	Panmac Investment	999,750	sports equipment
JAN 014 D	7/1/2016	Bright House Enterprises	962,000	musical instruments
Folio AP38	5/4/2016	Kimwere Investment	386,300	Provision of tea and snacks
335 Folio MC 27	7/3/2016	Limusa General Supplies	514,375	Supply of Kitchen items
162 Folio NV 28	6/11/2015	Samuel M. Gaichura	437,200	Food stuffs
Folio JN 7	24/12/15	Kimwere Investment	357,950	Catering Services
		Total	**6,849,575**	

However, the suppliers were not in the list of registered/prequalified suppliers of goods and services contrary to Section 71(1) of the Public Procurement and Assets Disposal Act of 2015 that requires the head of procurement function to maintain an updated list of registered suppliers, contractors and consultants in various specific categories of goods, works and services.

In the circumstances, the County Executive was in breach of the Public Procurement and Assets Disposal Act, 2015 and it was not possible to ascertain that the County Executive got full value for money in the Kshs.6,849,575 expenditure as at 30 June 2016.

9.0 Irregular Payment of Casuals/Temporary Employees

Note 5 to the financial statements showed that the County Executive spent Kshs.1,426,351,863 on compensation of employees which included Kshs.68,242,118 in respect of wages on temporary/casual employees as follows:-

Month	Number of Casuals	Amount Kshs
Jul-15	397	4,668,600
Aug-15	397	4,668,600

Sep-15	448	5,044,831
Oct-15	463	5,121,047
Nov-15	503	5,678,120
Dec-15	509	5,622,437
Jan-16	541	6,350,357
Feb-16	543	6,466,564
Mar-16	522	5,991,504
Apr-16	526	6,075,253
May-16	559	6,447,309
Jun-16	565	6,107,497
Total		**68,242,118**

However, the wage bill on casual workers increased by an unexplained Kshs.62,210,118 or 103% from Kshs.6,032,000 as at 30 June 2015 to Kshs.68,242,118 as at 30 June 2016. Further, the number of casual workers kept on increasing despite the County Public Service Board stopping further recruitment of casual workers vide minutes no. MIN05/14/01/2015, of the board meeting held on 14th January, 2015.

In addition, documents in respect to the recruitment process, the work they were supposed to do, reason for their recruitment, terms and conditions of services were not provided for audit review. Further, muster roll showing attendance of the casuals was not provided for audit review.

In view of the foregoing, it has not been possible to ascertain the propriety of the Kshs.68,242,118 expenditure on casual wages as 30 June 2016.

10.0 Irregular Payment of Doctors Incentives

The County Executive paid an amount of Kshs.1,680,000 vide payment voucher No OC15 of 30 September 2015 in respect to "incentives for all level 4 Doctors working in Tharaka Nithi sub-counties. The records showed that seven (7) doctors were each paid Kshs.30,000 per month for eight (8) months all totaling Kshs.1,680,000 as an unaccountable incentive for working in level 4 hospitals in Tharaka Nithi sub-counties.

However, the expenditure was contrary to SRC circular ref: SB/P/4/11/VOL.V1/20 of 10 December 2014 which allows maximum incentives payment of Kshs.27,300 per month. In addition, the County Executive paid Kshs.30,000 resulting in an overpayment of Kshs.2,700 per month for each of the seven doctors and a total overpayment of Kshs.151,200 for the eight months for the seven doctors. Further, the allowances were paid outside the payroll hence they were not taxed contrary to KRA domestic tax regulations and this denied the Government tax revenue of Kshs.504,000 being 30% of the Kshs.1,680,000 total incentives.

In the circumstances, the expenditure of Kshs.655,200 being the Kshs.151,200 overpayment and the Kshs.504,000 undeducted tax as at 30 June 2016 was irregular.

11.0 Non Provision of Banking Records for Local Revenue

Note 3 to the financial statements reflect other receipts/local revenue totaling Kshs.143, 408,467 as at 30 June 2016. However, the County Executive did not avail monthly banking records for Chogoria, Marimanti, Tharaka South, Tharaka North, Chuka Igamba Ng'ombe and Maara sub-counties. It was therefore not possible to ascertain that all revenue collections were banked intact. Further, records made available for Chuka Urban Sub-County showed revenue collections of Kshs.29,046,924 while the total bankings in the LAIFORM was Kshs.25,510,029 resulting in unexplained net under banking of Kshs.3,626,895 as follows;

Month	Collections (Kshs)	Banking (Kshs)	Difference (Kshs)
July 2015	5,009,324	1,927,194	3,082,130
August 2015	1,384,214	1,384,219	(5)
September 2015	2,100,235	2,097,535	2,700
October 2015	1,516,083	1,598,583	(82,500)
November 2015	917,158	1,027,958	(110,800)
December 2015	1,020,969	1,185,049	(164,080)
January 2016	1,793,100	2,019,700	(226,600)
February 2016	2,749,970	2,912,067	(162,097)
March 2016	7,338,306	6,195,206	1,143,100
April 2016	2,010,782	2,107,382	(6,600)
May 2016	1,512,542	1,512,542	0
June 2016	1,694,241	1,542,594	151,647
Total	**29,046,924**	**25,510,029**	**3,626,895**

In the circumstance, it has not been possible to ascertain the accuracy and completeness of the local revenue stated as Kshs.143, 408,467 as at 30 June 2016.

12.0 Facility Improvement Funds

12.1 Unaccounted for FIF Funds in Chuka Level 4 Hospital

Records made available for audit review by the hospital management showed that Kshs.803,900 was borrowed from the FIF account by the Chief Officer Health for facilitation of "urgent" meetings as follows;

Date	Amount Kshs	Activity Funded
9-9-2015	244,400	CEC and CO to attend urgent meeting in Mombasa-Per diems, air-tickets ,support to bring baby Amber from India
5-8-2015	313,500	social mobilization, free medical camp
30-3-2016	246,000	CEC and CO Health urgent meeting in Nairobi.
Total amount	**803,900**	

However, there was no evidence that funds were refunded to FIF account. Further, no documentary evidence was availed for audit review to show how the funds were spent.

Consequently, the propriety of the expenditure of Kshs.803,900 as at 30 June 2016 could not be ascertained.

12.2 Irregular Use of FIF to Procure a Motor Vehicle

An amount of Kshs.6,300,000 for facility improvement funds (FIF) was spent on procurement of a motor vehicle KCA 463F for the Ministry of Tourism Environment, and Natural Resources from CMC Motor Group on 5 November 2015. It was not explained why the hospital management paid out the Kshs.6,300,000 for non-budgeted motor vehicle expenditure which was not related to the FIF.

Under the circumstances, it has not been possible to ascertain the propriety of the Kshs.6,300,000 as at 30 June 2016.

13.0 Irregular Unbudgeted Projects Expenditure

13.1 Trade Projects

During the year under review, the County Executive under the Ministry of Trade, Industry and Co-operative Development spent Kshs.7,969,756 on projects that had not been budgeted. The projects included pit latrines, exhaustion of the pit latrines and construction works at Gachiongo market as follows;

Work Details	Place	Amount (Kshs)
a) Pit Latrine with Urinal	Kaarani Market	999,980
b) Pit Latrine with Urinal	Kasarani Market	999,700
c) Pit Latrine with Urinal & 2 Septic Tanks	Gakurungu Market	999,500
d) Modern Pit Latrine with Urinal	Kithaga Market	991,700
e) Pit Latrine with Urinal	Tunyai Barrier	999,980
f) Pit latrine and Urinal	Tunyai Market	1,000,000

g) Construction Works	Gachiongo Market	1,978,896
Total		**7,969,756**

No supplementary budget was made available to cover the cost of the projects. Further, a physical verification done from 28 to 29 September 2016 revealed that;

i. Construction of pit latrines at Kasarani and Gakurungu markets at cost of Kshs.1,999,200 had not been done yet the contractor had been paid the total contract sum of Kshs.1,999,200.

ii. The works at Kaarani market toilet was incomplete in that paint, doors and tiles for the urinal which were catered for in the BQs had not been done yet the contractor had been paid the total contract sum of Kshs. 999,980.

iii. The variations of works at Kithaga, Tunyai barrier and Tunyai market had not been quantified.

13.2 Irregular/ Reallocation of Funds

During the year under review, the County Executive procured two Ford Ranger T6 4X4 B/CAB vehicles registration numbers 13CG026A and 13CG027A from CMC Motors Group Ltd at total cost of Kshs.9,150,600. However, the expenditure was charged to contracted professional services as there was no budgetary allocation in the year under review for the vehicles.

Under the circumstances, the propriety of Kshs.9,150,600 expenditure could not be confirmed as at 30 June 2016.

14.0 Irregular Overpayment of Allowances

During the year under review, the employees in Physical planning, Land, Energy and ICT were paid allowances for 30 days totaling Kshs.2,760,000 instead of Kshs.975,000 resulting in an overpayment of Kshs.1,815,000. Further, the payment was contrary to Salaries and Remunerations Commission's Circular No. SRC/TS/CGOVNT/3/16 of 8 May 2013 which prescribed rates for meal allowances as follows;

Job Group	Breakfast Kshs	Meal Kshs
S-V	1,000	2,000
P-R	750	1,500
K-N	500	1,000
G-J	300	750
A-F	200	500

Although, it was explained that recovery of excess paid allowances had been instituted but no evidence was made available for audit review for effected recoveries.

In the circumstances, an expenditure of Kshs.1,815,000 as at 30 June 2016 could not be ascertained.

15.0 Irregular Foreign Travel Expenditure

15.1 Jua Kali Nguvu Kazi Show in Tanzania (TZ)

An amount of Kshs.1,829,400 was paid to Chief Officer while attending a Jua Kali Nguvu Kali show in Tanzania. The amount was to cater for other expenses-Kshs.57,000 and per diem for the six officers for seven days at the rate of Kshs.42,000 per day. An additional, expenditure on air tickets for the six officers totaling Kshs.330,000 was incurred which was not supported by the respective air tickets. This brought the total expenditure on the travel to Tanzania to Kshs.2,159,400.

The itinerary for the E-tickets showed that the officers were booked to fly to TZ on 30 November 2015 and fly back to Kenya on 4 December 2015 hence four (4) days foreign per-diems. The County Executive paid per diem to six (6) officers for seven (7) days at the rate of Kshs.42,000 per day resulting in an overpayment for three days totaling to Kshs.759,000. Further, copies of stamped passports for exit and entry including the boarding passes were not made available for audit review.

In view of the foregoing, the propriety of the expenditure of Kshs.2,159,400 as at 30 June 2016 could not be confirmed.

15.2 Macro Economic Seminar for English Speaking Countries in Beijing China

An amount of Kshs.1,217,408 was paid to a staff while attending a macro -economic seminar for English speaking countries in Beijing China. Available records showed that the officer was nominated and an approval granted by the Governor. However, although the admission letter showed that the seminar was to take 20 days, the officer was paid subsistence and accommodation allowances 28 days per-diems at the rate of USD393 resulting in an over payment of 8 days per diem translating to an expenditure of Kshs.347,831. Further, an amount of Kshs.95,000 allegedly spent locally while preparing for the journey was not accounted for.

Consequently, the propriety of the overpayment of Kshs.347,831 and the unsupported expenditure Kshs.95,000 totaling Kshs.442,831 as at 30 June 2016 could not be confirmed.

Adverse Opinion

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, the financial position of the Tharaka Nithi County Executive as at 30 June 2016, and of its financial performance and its cash flows for the year then ended, in accordance

with International Public Sector Accounting Standards (Cash Basis) and do not comply with the Public Finance Management Act, 2012.

Other Matter

1.0 Budget Control and Performance

The County Assembly approved a budget of Kshs.3,815,748,820 comprising of both Recurrent and Development expenditure of Kshs.2,338,665,991 and Kshs.1,477,082,829 respectively. However, as per the summary statement of Appropriation (Development and Recurrent combined) a total of Kshs.3,383,345,799 was realized out of the total revenue budget of Kshs.3,815,748,820 resulting in a shortfall of Kshs.432,403,021 as follows;

Item	Budgeted Revenue (Kshs)	Realized Revenue (Kshs)	Revenue Shortfall (Kshs)
Proceeds from domestic and foreign grants	115,549,143	26,229,808	89,319,335
Exchequer release	3,376,008,820	3,137,566,667	238,442,153
Other receipts(Local Revenue)	248,050,000	143,408,467	104,641,533
Transfer from other government entities	76,140,857	76,140,857	-
Total	**3,815,748,820**	**3,383,345,799**	**432,403,021**

Out of the budgeted local revenue amount of Kshs.248,050,000 reflected in the summary statement of appropriation (recurrent and development combined) only Kshs.143,408,467 was realized thus resulting in a revenue shortfall of Kshs.104,641,533. The unrealized revenue of Kshs.432,403,021 translates into a non provision of planned and expected services to the County residents.

Out of the budgeted development expenditure of Kshs.1,538,871,836 only a total of Kshs.1,148,562,399 or (74.6%) was spent resulting in an under expenditure of Kshs.390,309,437 as follows;

Ministry / Docket	Budgeted Development Expenditure (Kshs)	Actual Development Expenditure (Kshs)	Under Expenditure (Kshs)
Finance and Economic Planning	69,500,000	56,459,773	13,040,227
Agriculture	90,161,122	99,820,807	(9,659,685)
Health Services	147,823,784	104,698,575	43,125,209
Roads, Infrastructure, Housing and Legal Affairs	653,417,185	502,890,714	150,526,471
Education, Culture, Social			

Services, Gender and Youth Services	161,611,410	134,914,970	26,696,440
Physical Planning	67,916,583	51,233,955	16,682,628
Public Service	66,871,743	42,120,747	24,750,996
Trade, Industry and Cooperative Development	51,352,562	57,618,582	(6,266,020)
Tourism, Environment, Water Resources and Natural Resources	90,267,447	80,160,411	10,107,036
Water Service and Irrigation	139,950,000	18,643,865	121,306,135
Total	**1,538,871,836**	**1,148,562,399**	**390,309,437**

In the circumstances, the revenue shortfall of Kshs.432,403,021 and the development under expenditure of Kshs.390,309,437 resulted in non provision of planned and expected services to the county residents for the year ended 30 June 2016.

2.0 Failure to Establish an Audit Committee

The County Executive of Tharaka Nithi did not have an audit committee in place, contrary to Section 155 (5) of the PFM Act, 2012 which states that the County Executive shall establish an audit committee whose composition and functions are set out in Section 167 (1) of the Public Finance Management (County Governments) Regulations, 2015. The County Executive was therefore in breach of the law.

3.0 Weak Internal Control System

The County Executive's internal control system was weak as evidenced by the inaccuracies in cash books, missing payment vouchers, lack of ledgers and un accounted for expenditures. The Internal Audit Department did not avail for audit review its program of work, internal audit reports, and recommendations to the management. As a result, the internal control system and governance of the County Executive was doubtful.

4.0 Illegal Bank Accounts

Note 9A of the notes to the financial statements shows that the County Executive operated twenty one (21) bank accounts comprising of eighteen (18) bank accounts operated in commercial banks and three (3) accounts at the Central Bank of Kenya. Out of the eighteen bank accounts held in Commercial banks, one account was an imprest account while seventeen accounts were for normal Executive operations. The seventeen (17) bank accounts held with the commercial banks were contrary to the PFM (County Governments) Regulations, 2015 Section 82 (1) (b) which stipulates that all County Government bank accounts shall be opened at the Central Bank of Kenya except for imprest bank accounts for petty cash.

In the circumstances, the County Executive did not comply with the PFM (County Governments) Regulations, 2015 during the year ended 30 June 2016.

5.0 Information, Communication Technology (ICT) Environment

During the year under review, the County Executive spent Kshs.14,434,592 to purchase computers, printers and other IT equipment. Audit of the ICT environment showed that the County Executive had put in place structures to govern and manage information systems but the following weaknesses were identified;

i. There was no formal approved ICT policy, data security policy including data recovery/disaster recovery.

ii. The County Executive had engaged Telkom Kenya as the service provider for internet services, however the contract with the firm was not provided for audit review, and it was therefore not possible to get details of the terms of the contract.

iii. Lack of a formal tested emergency procedure to guide the personnel involved of what is expected from them in case of an emergency in case of an emergency to avoid business interference.

iv. The County had one (1) data centre (Server Room) at Head Office. The room was not a restricted area and therefore easily accessible to unauthorized persons. The server was exposed to over-heating and there was no air-conditioning system to control the temperatures. Also, there were no fire extinguishers within reach.

v. Review of the user access rights revealed that users had been granted more than one user accounts with conflicting roles, which include access to both complement and payroll. This violated the principle of segregation of duties and the explanation for multiple access rights was that officers were given so as to enable them edit employees' details. This action was subject to abuse and may lead to alteration of data for un-authorised benefit of the officers.

In the circumstances, the security of the County Executive's ICT infrastructures during the year ended 30 June 2016 could not be ascertained.

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

Nairobi

30 August 2017

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-2016 Kshs	2014-2015 Kshs
RECEIPTS			
Exchequer releases	1	3,137,566,667	2,737,362,697
Transfer from Other Government Entities	2	76,140,857	-
Other Receipts	3	143,408,467	161,739,283
Proceeds from domestic and foreign grants	4	26,229,808	9,950,000
TOTAL RECEIPTS		**3,383,345,799**	2,909,051,980
PAYMENTS			
Compensation of Employees	5	1,426,351,864	1,206,837,955
Use of goods and services	6	558,140,999	385,156,736
Transfer to other Government Units	7	469,695,897	478,167,256
Acquisition of Assets	8	840,563,347	550,003,037
Other Payments		-	396,883,338
Social Security Benefits	10	5,015,029	6,356,593
Other grants and other Payments	11	11,714,561	20,986,388
TOTAL PAYMENTS		**3,311,481,697**	**3,045,700,923**
SURPLUS/DEFICIT		**71,864,102**	**(141,809,320)**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 8/12/ 2016 and signed by:

Chief Officer

Head of Treasury Accounts

V. STATEMENT OF ASSETS

	Note	2015-2016 Kshs	2014-2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	9A	267,416,219	216,571,403
Cash at hand	9B	5,854,483	1,697,581
Outstanding Imprests	9C	86,016,571	70,143,425
		360,276,511	**288,412,409**
TOTAL FINANCIAL ASSETS			
REPRESENTED BY			
Surplus/Deficit for the year	IV	71,864,102	(141,809,320)
Surplus/Deficit brought forward		288,412,409	438,958,164
NET FINANCIAL POSSITION		**360,276,511**	**288,412,409**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 8/12/ 2016 and signed by:

Chief Officer

Head of Treasury Accounts

VI. STATEMENT OF CASHFLOW

Receipts for operating income (a)		**3,383,345,799**	**2,909,051,980**
Exchequer releases	**1**	3,137,566,667	2,737,362,697
Transfer from Other Government Entities	**2**	76,140,857	
Other Receipts	**3**	143,408,467	161,739,283
Proceeds from domestic and foreign grants	**4**	26,229,808	9,950,000
Payments for operating expenses (b)		**2,470,918,349**	**2,500,858,263**
Compensation of Employees	**5**	1,426,351,863	1,206,837,955
Use of goods and services	**6**	558,140,999	385,156,736
Transfers to Other Government Units	**7**	469,695,897	478,167,256
Other Payments	**10**	-	402,043,715
Social Security and Benefits	**12**	5,015,029	6,356,593
Other grants and payments	**13**	11,714,561	22,296,008
Net cash flow from operating activities (c=a-b)		**912,427,450**	**408,193,717**
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	**9**	840,563,347	550,003,037
Net cash flows from Investing Activities		**(840,563,347)**	**(550,003,037)**
CASHFLOW FROM BORROWING ACTIVITIES			
Net cash flow from financing activities			-
NET INCREASE IN CASH AND CASH EQUIVALENT		***71,864,102***	(141,809,320)
Cash and cash equivalent at BEGINNING of the year	**12**	**288,412,409**	438,958,164
Cash and cash equivalent at END of the year	**14**	360,276,511	288,412,409.

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 8/12/ 2016 and signed by:

Chief Officer

Head of Treasury Accounts

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS	**KSHS**	**KSHS**	**KSHS**	**KSHS**	**KSHS**	
Proceeds from Domestic and Foreign Grants	113,219,143	2,330,000	115,549,143	26,229,808	89,319,335	23
Exchequer releases	3,116,230,000	259,778,820	3,376,008,820	3,137,566,667	238,442,153	93
Other Receipts	248,050,000	-	248,050,000	143,408,467	104,641,533	58
Tranfers from other Government Entities	76,140,857	-	76,140,857	76,140,857	-	100
TOTAL	**3,553,640,000**	**262,108,820**	**3,815,748,820**	**3,383,345,799**	432,403,021	89
PAYMENTS						
Compensation of Employees	1,207,794,153	71,328,561	1,279,122,714	1,426,351,863	-147,229,149	112
Use of goods and services	451,522,021	123,347,947	574,869,968	**558,140,999**	16,728,969	92
Transfers to Other Government Units	527,700,002	(69,590,086)	458,109,916	469,695,897	-11,585,981	103
Social Security Benefits	48,144,000	(18,000,000)	30,144,000	5,015,029	25,128,971	17
Other grants and transfers	32,000,000	(32,000,000)	-	11,714,561	-11,714,561	
AQUISITION OF ASSETS	1,286,480,250	187,021,838	1,473,502,088	840,563,347	632,938,741	57
TOTALS	**3,553,640,426**	**187,021,838**	**3,815,748,686**	**3,311,481,696**	504,266,990	86

The entity financial statements were approved on 8/12/ 2016 and signed by:

Chief Officer

Head of Treasury Accounts

VIII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS	**KSHS**	**KSHS**	**KSHS**	**KSHS**	**KSHS**	
Proceeds from Domestic and Foreign Grants	76,935,814	2,330,000	79,265,814	12,330,000	66,935,814	16
Exchequer releases	1,882,686,316	178,719,153	2,061,405,469	2,061,405,469	0	100
Other Receipts	145,754,024	13,627,356	159,381,379	143,408,467	16,926,602	89
Tranfers from other Government Entities	36,283,329.00	2,330,000	38,613,329.00	36,283,329.00	2,330,000	93
TOTAL	**2,141,659,483**	**197,006,509**	**2,338,665,991**	**2,253,427,265**	**86,192,416**	
PAYMENTS						
Compensation of Employees	1,207,794,153	71,328,561	1,279,122,714	1,426,351,863	147,229,149	112
Use of goods and services	451,522,021	123,347,947	574,869,968	**558,140,999**	274,465,985	52
Transfers to Other Government Units	359,409,916	0	359,409,916	469,695,897	-98,928,671	128
Other Payments	0	0	0	0	0	0
Social Security Benefits	18,144,000	0	18,144,000	5,015,029	13,128,971	28
Other grants and transfers	0	0	0	11,714,561	-15,946,700	
AQUISITION OF ASSETS	45,330,250	0	45,330,250	45,330,250	0	100
TOTALS	**2,082,200,340**	**194,676,508**	**2,276,876,848**	**2,516,248,599**	319,948,734	

The entity financial statements were approved on 8/12/ 2016 and signed by:

Chief Officer

Head of Treasury Accounts

IX. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS	**KSHS**	**KSHS**	**KSHS**	**KSHS**	**KSHS**	**KSHS**
Proceeds from Domestic and Foreign Grants	36,283,329	0	36,283,329	13,899,808	22,383,521	38
Exchequer releases	1,233,543,684	81,059,667	1,314,603,351	1,076,161,198	238,442,153	82
Transfers from Other Government Entities	102,295,976	-13,627,356	88,668,621	-	87,714,931	-
Other Receipts	39,857,528	-2,330,000	37,527,528	39,857,528	-2,330,000	106
TOTALS	**1,411,980,517**	**65,102,311**	**1,477,082,829**	**1,129,918,534**	**346,210,605**	
PAYMENTS						
Social Security Benefits	30,000,000	-18,000,000	12,000,000	0	12,000,000	
Acquisition of Assets	1,286,480,250	187,021,838	1,473,502,088	795,233,097	4,232,139	
TOTALS	**1,316,480,250**	**169,021,838**	**1,485,502,088**	**795,233,097**	**16,232,139**	**56**

The entity financial statements were approved on 8/12/ 2016 and signed by:

Chief Officer

Head of Treasury Accounts

X. SUMMARY STATEMENT OF PROVISIONINGS

- Details of General Accounts On Vote

		Kshs
GAV Provisioning account balance	360,276,511	288,412,409
Total	**360,276,511**	**288,412,409.**

- Details of Exchequer Account

		2014 - 2015 Kshs
Exchequer Provisioning account balance	360,276,511	288,412,409
Total	**360,276,511**	**288,412,409**

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *County Government of Tharaka Nithi* ,The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the *County Government of Tharaka Nithi.*

2. Recognition of revenue and expenses

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

3. In-kind contributions

In-kind contributions are donations that are made to the *County Government of Tharaka Nithi* 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 Government of Tharaka Nithi* includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. 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 recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the *County Government of Tharaka Nithi* at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

6. RECEIVABLES

Receivables consist of unpaid receipts at the end of the financial year arising from contracted goods or services during the year or in past years. Receivables do not involve the receipts of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Government of Tharaka Nithi at the end of the year. When the receivables are finally received, such receipts are included in the statement of receipts and payments in the year in which the received.

7. BUDGET

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

8. SUBSEQUENT EVENTS

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2014.

9. 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.

COUNTY EXECUTIVE –COUNTY GOVERNMENT OF THARAKA NITHI
Reports and Financial Statements
For the Financial year ended June 30, 2016

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)
01	Late submission of Financial statement	. Therefore based on the provisions of the PFM Act, the County government submitted to the auditor general's office the financial statement within the stipulated period.	Head of accounts	ONGOING	2015/2016 Financial statements submitted on time
2.0	Overbanking of revenue receipts	The unexplained and unreconciled overbanking of kshs.10, 068 was as a result of a control sheet that was not submitted from the Tharaka South Sub-County, the adjustments were	Director Revenue	Ongoing	30th April 2017

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)
		County, the adjustments were done in July 2015. (App 2a)			
3.0	**Budgetary control and performance** 1.revenue short fall of kshs807,833,1242)under absorption of development expenditure	The county budget had a shortfall of Kshs 807,833,124 which was budgeted for to implement various project. This was as a result of funds that were not released by the National Treasury as donor funds and rural electrification funding. The projects were never implemented as funds were not released during the financial year under review. These projects were later budgeted for in the following financial year	CEC Finance -Chief officer finance -Director budget	Resolved	30th April 2017

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)
4.0	**Compensation of employees** **-ledgers or schedules not made available for audit review.** **-payment of commuter allowance to CECs with official vehicles** **-Approved staff establishment not provided for audit review.**	Salary Ledgers;The salary ledger for the period ending as at 30th June 2015 was not maintained. What the County government maintained was the payment schedules of Kshs.1,357,932,222 which are hereby availed for verification. (App 4a) Commuter Allowances; The schedule of allocation of the vehicles has been provided to clarify when the County Executive Committee Members/Chief Officers were	Payroll manager		30th April 2017

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)
		allocated the vehicles.			
5.0	**Acquisition of asset** -ledgers /analysis not provided for audit review -Summary for fixed assets register excludes assets acquired in the previous periods	The County government has kept an updated Ledger/Analysis of assets which contains all the acquired assets and those inherited from the defunct local authority. Attached an updated ledger of assets (App 5) In the Statement of appropriation, Development amount reflected is Kshs 575,	HSCM	Ongoing	30th April 2017

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)
		934,360. No amount of Kshs973, 004,463 is in the Certified Financial Statements; therefore the variance of Kshs397, 070,103 is erroneous and unexplainable.			
6.	Cash and Cash Equivalents	At the closure of the financial year a Board of Survey committee was appointed and a report of Kshs1,697,581was done which is attached for audit review.(App 6)	HOA	ongoing	30th April 2017
7.0	Outstanding Imprests The statement of assets reflects outstanding Imprests of Kshs. 70,143,425 as at 30	The County government maintains an imprest register which shows imprest issues and	Chief Officers	ongoing	30th April 2017

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)
	June 2015. Further, examination of an imprest list provided indicates that several officers had more than one outstanding imprest. No measures have been put in place to have the imprests accounted for.	**how the same is surrendered by the beneficiaries once an activity is concluded. As at 30th June 2015 the County maintained an imprest register of Kshs70, 143,425 showing details of the imprest and surrenders done.** **The imprest were surrendered before the end of the financial year but were in the process of de- commitment from the IFMIS system by the time the audit was done. Attached a report on the current imprest position (App 7a)**			

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)
8.0	**UNSUPPORTED PAYABLES AND RECEIVABLES** However, the pending bills were not supported by local purchase orders or local service orders, invoices, payment vouchers and ledgers as required.	**The List of the pending bills is in Page 41 of the certified financial statement; however details docket reports are hereby attached.**	Chief officer finance	on-going	30th April 2017
8.2	**RECEIVABLES** ***DEBTORS*** the respective analysis/ ledgers per each sub-county showing the composition of the outstanding rents were not made available for audit review	**The County government inherited a lot of outstanding rents. Procedures were put in place to ensure that the defaulted amount had been recovered. This prompted the County government to issue notices to the defaulters and majority of them have**	Chief officer finance	on-going	30th April 2017

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)
	composition of the outstanding rents were not made available for audit review	rents. Procedures were put in place to ensure that the defaulted amount had been recovered. This prompted the County government to issue notices to the defaulters and majority of them have positively responded to the notice. Attached is the list of defaulters and the recoveries made. (App8.2a) The County government also lacked a legal framework under which we could enforce the notice but through			

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)
		the County Assembly we have a bill in place which will assist in the enforcement of the notice. An analysis of the receivables and the Bill has been provided for audit review.			

XII.NOTES TO THE FINANCIAL STATEMENTS

1.EXCHQUER RELEASES

	2015-2016	2014 - 2015
	Kshs	**Kshs**
Total Exchequer Releases for quarter 1	251,005,333	588,532,981
Total Exchequer Releases for quarter 2	1,082,460,501	670,653,863
Total Exchequer Releases for quarter 3	784,391,666	739,087,930
Total Exchequer Releases for quarter 4	1,019,709,167	739,087,923
Total	**3,137,566,667**	**2,737,362,697**

2. Transfers from National government entities

Description	2015 – 2016	2014 – 2015
	Ksh	**Ksh**
Transfers from National government entities- RMLF	39,857,528	0
Ministry of Health - Free Maternal	27,767,500	0
Ministry of Health - User Fees Forgone	**8,515,829**	0
TOTAL	**76,140,857**	**0**

3.OTHER RECEIPTS

	2015 – 2016 Kshs	2014 – 2015 Kshs
Receipts from Administrative Fees and Charges-cost sharing Chuka and Magutuni District Hospitals	31,700,075	45,273,315
Taxes on Property	0	2,711,600
Taxes on Goods and Services	101,720,183	99,311,868
Other Taxes (not elsewhere classified)	0	0
Adm Fees and Charges-KibungaSub-District Hospital	953,690	
Receipts from Administrative Fees and Charges-cost sharing-Marimanti District Hospital	9,034,519	14,442,500
Total	**143,408,467**	161,739,283

4 . PROCEEDS FROM FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2015 – 2016	2014 - 2015
			Kshs	Kshs
Grants Received from Bilateral Donors (Foreign Governments) DANIDA			12,330,000	9,950,000
World Bank Health Funds			13,899,808	0
Total			**26,229,808**	**9,950,000**

5 COMPENSATION OF EMPLOYEES

	2015 – 2016 Kshs	2014 - 2015 Kshs
Basic salaries of permanent employees	858,396,931	1,116,730,227
Basic wages of temporary employees	68,242,118	6,032,000
Personal allowances paid as part of salary	476,921,944	64,167,148
Personal allowances paid as reimbursements	0	19,908,580
Employer contributions social security fund	22,790,870	0
Total	**1,426,351,863**	**1,206,837,955**

6. USE OF GOODS AND SERVICES

	2015 – 2016 Kshs	2014 -2015 Kshs
Utilities, supplies and services	15,333,599	6,038,924
Communication, supplies and services	8,943,181	7,337,134
Domestic travel and subsistence	65,980,937	37,886,158
Foreign travel and subsistence	50,510,533	5,034,300
Printing, advertising and information supplies & services	40,225,857	14,765,963
Training expenses	59,685,136	53,437,936
Hospitality supplies and services	27,422,845	17,290,447
Insurance costs	11,944,184	5,417,006
Specialized materials and services	107,010,340	106,442,193
Office and general supplies and services	13,250,032	11,304,087
Other operating expenses	24,380,551	26,000,328
Routine maintenance – vehicles and other transport equipment	10,627,332	12,612,682
Fuel Oil and Lubricants	70,623,935	24,124,566
Routine maintenance – other assets	3,094,204	7,114,228
Rentals	657,023	693,220
Hospital expenditure-Kibunga Sub- District Hospital	2,314,390	
Hospital expenditure-Magutuni District Hospital	3,458,150	3,969,878
Hospital expenditure-Chuka District Hospital	31,283,655	38,488,237
Hospital expenditure-Tharaka District Hospital	11,395,115	7,199,449
Total	**558,140,999**	385,156,736

7 TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 – 2016 Kshs	2014 -2015 Kshs
Transfers to Central government entities-District Treasury/Hospitals AIA		0
Devolved functions	0	0
Education Development Fund	149,360,587	105,534,827
Transfers to the County assembly TNC	320,335,310	372,632,429
TOTAL	**469,695,897**	**478,167,256**

8 ACQUISITION OF ASSETS

Non Financial Assets

	Kshs	Kshs
onstruction of Buildings	160,218,594	286,511,625
Refurbishment of Buildings	10,009,004	4,036,530
Construction of Roads	397,337,682	402,043,715
Construction and Civil Works	130,511,064	206,212,473
Purchase of Vehicles and Other Transport Equipment	12,078,996	10,347,000
Purchase of Household Furniture and Institutional Equipment	628,143	0
Purchase of Office Furniture and General Equipment	8,281,389	9,879,806
Purchase of ICT Equipment	14,434,592	
Rehabilitation of Civil Works	38,430,153	9,879,806
Purchase of Specialised Plant, Equipment and Machinery	17,750,790	0
Research, Studies, Project Preparation, Design & Supervision see note 10	16,506,240	6,379,300
Acquisition of Land	3,430,000	956,080
Purchase of Certified Seeds, Breeding Stock and Live Animals	15,946,700	1,309,620
Rehabilitation and renovation of plant machinery and equipment	15,000,000	**0**
Total	**840,563,347**	**937,555,955**

9A: Bank Accounts

Name of Bank, Accont No. & currency	account currency	2015 – 2016 Amount in bank	2014 -2015 Amount in bank
		Kshs	Kshs
Cooperative Bank of Kenya, Tharaka Nithi County-Salary a/c no.01100527727500		891.66	0
Equity Bank, Tharaka Nithi County-Revenue Collection a/c no.210260871230	Ksh	2,010,050	24,518,653
Cooperative Bank of Kenya, Tharaka Nithi County-Education Fund a/c no.01141527727501	Ksh	14,971,954.65	13,517,317
Cooperative Bank of Kenya, Tharaka Nithi County-Imprest a/c no.01141527727500	Ksh	10,090.30	80,816,891
Central Bank of Kenya, Tharaka Nithi County-Recurrent a/c no.1000171375	Ksh	99,133,726.95	55,650,435
Central Bank of Kenya, Tharaka Nithi County-Development a/c no.1000171359	Ksh	(47,081,025.55)	18,718,154
Central B ank of Kenya, Tharaka Nithi County-Revenue Fund a/c no1000171707	Ksh	157,902,531	8,454,629
KCB Magutuni Hospital Management Board a/c 1129976870	Ksh	140,773.45	839,082.00
Coop Bank,Tharaka District Hospital Management Board a/c no.01141058220502	Ksh	0	2,551,944
KCB Chuka District Hospital Management Board a/c no.1103743147	Ksh	400,570.25	11,504,298
Cooperative Bank of Kenya, Tharaka Nithi County-Tourism a/c no 0114157727512	**ksh**	**3,428.70**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Office of the Governor 01141527727504	**ksh**	**729.50**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Education a/c 01141527727523	**ksh**	**4,981**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Trade a/c 01141527727507	**ksh**	**2,882**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Health	**ksh**	**4,517.75**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Roads a/c 01141527727511	**ksh**	**5,201.55**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-pyhsical planning 01141527727509	**ksh**	**11,061.50**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Agriculture a/c 01141527727506	**ksh**	**9,457.25**	**0**
Cooperative Bank of Kenya, Tharaka Nithi County-Public service and urban dev .a/c 01141527727510	**ksh**	**26,869.40**	**0**
County-Public service Board .a/c 01141527727522		**0**	**0**
Central Bank of Kenya, Tharaka Nithi County- RMLF a/c no.		**39,857,528**	**0**
Total		**267,416,219**	**216,571,403**

9B: CASH IN HAND

	2015 - 2016 Kshs	2014 - 2015 Kshs
Cash in Hand – Held in domestic currency	**5,854,483**	1,697,581
Cash in Hand – Held in foreign currency	0	0
Total	**5,854,483**	**1,697,581**

Cash in hand should also be analysed as follows:

	2015 - 2016 Kshs	2014 - 2015 Kshs
County Headquaters 1	0	1,697,581
Marimati Level Four Hospital	599,747	
Tharaka North Sub County	459,280	
Mwimbi Sub County	773,310	
Muthambi Sub County	463,170	
Igamba Ngombe Sub County	1,933,926	
Chuka Sub County	155,750	
Chogoria Town	1,097,185	
Marimati Town	372,115	
Chuka Urban	0	
Chuka General Hospital	0	
Kibunga Sub District Hospital	0	
TOTAL	**5,854,483**	**1,697,581**

9C: OUTSTANDING IMPRESTS

DETAILS	**2015 - 2016**	**2014 - 2015**
Amount Taken/ISSUED	132,713,761	190,675,953.
Amount Surrendered	(46,697,190)	120,532,528.
		70,143,425
Total balance	**86,016,571**	

[See annex1)

10. SOCIAL SECURITY BENEFITS

	2015 – 2016	2014 - 2015
	Kshs	***Kshs***
Employer contribution to NSSF	5,015,029	0
Government Pensions Benefits	0	6,356,593
Total	**5,015,029**	**6,356,593**

11. OTHER GRANTS AND OTHER PAYMENTS

	2015 – 2016	2014 - 2015
	Kshs	***Kshs***
Emergency Relief and Refugee Assistance	11,714,561	17,435,358
Other capital Grants and Transfers	0	3,551,030
Purchase of Certified Seeds, Breeding Stock and Live Animals (See Note 9)	0	0
Total	**11,714,561**	**20,986,388**

12.FUND BALANCES BROUGHT FOWARD

	2015/2016 KSHS	2014/2015 KSHS
Bank account	216,571,403	394,467,831
Cash in hand	1,697,581	
Accounts Receivables	70,143,425	42,755,332
Accounts payables		
TOTAL	**288,412,409**	**437,223,164**

OTHER IMPORTANT DISCLOSURES

ANNEX 1: OUTSTANDING IMPRESTS

NAME OF STAFF	ISSUE		SURRENDERED	balance	REMARK
		30-06-2016	30-06-2016	30-06-2016	F
A	B	C	D	E-C-D	
	WARRANT NO	Original Amount	Amount		
KENNETH MBURIA	2497467	154,000.00	154,000.00	-	
KENNETH MBURIA	1457766	63,000.00	63,000.00	-	
KENNETH MBURIA	1457996	100,000.00	100,000.00	-	
KENNETH MBURIA	1457999	125,500.00	125,500.00	-	
DAVID M MULULU	1457768	50,400.00	50,400.00	-	
JEFFERSON MICHENI	1457767	25,200.00	25,200.00	-	
LUCY KARIMI	2513698	1,000,000.00	1,000,000	-	
LUCY KARIMI	1623144	104,200.00	-	104,200.00	
SALOME WANJIKU KURU	1457992	498,840.00	498,840.00	-	
WALTERBMUGAMBI	1761093	4,181,280.00	4,181,280.00	-	
ANN T KANGAI	1457928	80,000.00	80,000.00	-	
ABRAHAM MWITI MUGENDI	2497408	200,000.00	200,000.00	-	
ARON MUTEGI	2513861	88,200.00	88,200.00	-	
ARON MUTEGI	2497466	154,000.00	154,000.00	-	
ARON MUTEGI	2264307	172,200.00	172,200.00	-	
ARON MUTEGI	2497431	115,500.00	115,500.00	-	
AARON MUTEGI	2305656	65,000.00	65,000.00	-	
ARON MUTEGI	2497474	200,000.00	200,000.00	-	
BRIAN WITO	2305659	85,200.00	85,200.00	-	
BRIAN WITO	2305717	235,200.00		235,200.00	
CHARLES MUTUA	2497437	350,000.00	350,000.00	-	
CHARLES KATHENYA	2305724	346,600.00	346,600.00	-	

CHARLES KATHENYA	2095439	25,000.00	25,000.00	-	
CALLEN FRANCIS	2497460	160,000.00	160,000.00	-	
DINAH KATHURE M	2497418	29,100.00		29,100.00	
DINAH KATHURE M	2005313	45,000.00		45,000.00	
DAVID MUTUGI	2497492	170,000.00	170,000.00	-	
EVANS MURITHI	2305704	100,000.00		100,000.00	
EVANS MURITHI	2305713	350,000.00		350,000.00	
FRANCIS MWANDIKI	2305745	319,400.00	-	319,400.00	
FRANCIS MWANDIKI	2497462	144,000.00	-	144,000.00	
GEORGE MURITHI	2497443	230,000.00		230,000.00	
HARRIET KANINI	2497448	67,540.00		67,540.00	
JACINTA KATHAMBI	2210185	27,000.00		27,000.00	
JAMES MUURU	1623146	10,500.00		10,500.00	
KWENDO DENIS	2497457	63,000.00	63,000.00	-	
KWENDO DENIS	2095443	71,425.00	71,425.00	-	
KWENDO DENIS	2305701	1,221,000.00		1,221,000.00	
KWENDO DENIS	2210173	180,000.00		180,000.00	
KWENDO DENIS	2005322	82,150.00		82,150.00	
KWENDO DENIS	2210193	130,000.00		130,000.00	
KWENDO DENIS	2305725	174,500.00		174,500.00	
LAWRENCE MICHENI	2497479	347,000.00	347,000.00	-	
LAWRENCE MICHENI	2095341	56,840.00	56,840.00	-	
LAWRENCE MICHENI	221069	898,800.00	898,800.00	-	
LAWRENCE MICHENI	2005323	625,000.00	625,000.00	-	
LAWRENCE MICHENI	2026137	166,000.00	166,000.00	-	
LAWRENCE MICHENI	2210171	104,000.00	104,000.00	-	
LAWRENCE MICHENI	2005331	308,000.00	308,000.00	-	
LAWRENCE MICHENI	2305735	193,000.00	193,000.00	-	
LAWRENCE MICHENI	2497417	730,000.00	730,000.00	-	

LAWRENCE MICHENI	2305734	180,000.00	180,000.00	-	
LEAH KANG'ARIA	2005314	45,000.00	45,000.00	-	
LOYFORD MUGENDI	2005164	93,800.00	-	93,800.00	
LOYFORD MUGENDI	2005172	31,500.00	-	31,500.00	
LOYFORD MUGENDI	2005170	100,000.00	-	100,000.00	
LOYFORD MUGENDI	2005159	844,800.00	844,800.00	-	
LYDIA WANGUI	2095447	166,000.00	166,000.00	-	
LYDIA WANGUI	2005328	300,000.00	300,000.00	-	
LYDIA WANGUI	2497497	250,000.00	250,000.00	-	
LUCY MUTHONI	2305726	45,000.00	45,000.00	-	
MARICIANO MUTIGA	2497440	233,100.00	233,100.00	-	
MARGARET GITONGA	2497401	29,100.00	29,100.00	-	
MARGARET GITONGA	2305715	19,800.00	19,800.00	-	
MARTIN MWENDA	2497436	73,500.00	73,500.00	-	
MICHAEL KANYI	2210200	15,600.00	15,600.00	-	
MICHENI MUCHIRI	2005154	108,000.00	108,000.00	-	
MOSES MWATHI	2005324	68,800.00	68,800.00	-	
MOSES MWATHI	2497402	253,900.00	253,900.00	-	
MOSES MWATHI	2005161	352,800.00	352,800.00	-	
NAHASON MWANGI	2210192	73,300.00	73,300.00	-	
NAHASON MWANGI	2513851	300,000.00	300,000.00	-	
NAHASON MWANGI	2210186	233,000.00	233,000.00	-	
NAHASON MWANGI	2095391	82,550.00	82,550.00	-	
NAHASON MWANGI	2497441	51,000.00	51,000.00	-	
NAHASON MWANGI	2210189	196,400.00	196,400.00	-	
NANCY KANANU	2305703	100,000.00	100,000.00	-	
NICHOLUS G BORE	2497452	26,130.00		26,130.00	
NICHOLUS G BORE	2210151	91,600.00	91,600.00	-	
NICHOLUS G BORE	2210162	34,830.00	34,830.00	-	

PAULINE KAWIRA	2497422	29,100.00		29,100.00	
PAULINE KAWIRA	2497401	29,100.00		29,100.00	
PETERSON NJERU	2305727	200,000.00		200,000.00	
ROSE MWENDE	2513651	150,000.00		150,000.00	
SALOME WANJIKU	2497411	29,100.00		29,100.00	
SIMON MWANGI	2497405	776,500.00		776,500.00	
PAULINE KAWIRA	2497420	103,300.00	103,300.00	-	
ANN T KANGAI	1457928	80,000.00	-	80,000.00	
AARON MUTEGI	2305656	65,000.00	-	65,000.00	
ARON MUTEGI	2497431	115,500.00	-	115,500.00	
ABRAHAM MWITI	2497408	200,000.00	-	200,000.00	
LAWRENCE MICHENI	2497479	347,000.00	347,000.00	-	
ARON MUTEGI	2497474	200,000.00		200,000.00	
ARON MUTEGI	2497466	154,000.00	154,000.00	-	
LAWRENCE MICHENI	2305660	310,000.00	310,000.00	-	
LAWRENCE MICHENI	2497459	142,000.00	142,000.00	-	
LAWRENCE MICHENI	2305734	180,000.00	180,000.00	-	
LEAH KANG'ARIA	2005313	45,000.00	45,000.00	-	
KWENDO DENIS	2513761	972,000.00		972,000.00	
LOYFORD MUGENDI	2005170	100,000.00	100,000.00	-	
MARTIN MWENDA	2497436	73,500.00	73,500.00	-	
LOYFORD MUGENDI	2005159	619,500.00		619,500.00	
BRIAN WITO	2305717	235,200.00		235,200.00	
LYDIA WANGUI	2005328	300,000.00		300,000.00	
LYDIA WANGUI	2497497	250,000.00		250,000.00	
MARGARET GITONGA	2005315	45,000.00		45,000.00	
MARGARET GITONGA	2305715	19,800.00		19,800.00	
MOSES MWATHI	2005161	352,800.00		352,800.00	
NANCY KANANU	2497487	170,000.00		170,000.00	

SIMON MWANGI	2497405	776,500.00		776,500.00	
BRIAN WITO	2305659	85,200.00		85,200.00	
CHARLES MUTUA	2497437	350,000.00		350,000.00	
CHARLES KATHENYA	2305724	346,600.00		346,600.00	
CALLEN FRANCIS	2497460	160,000.00		160,000.00	
DINAH KATHURE M	2497418	29,100.00		29,100.00	
DINAH KATHURE M	2005313	45,000.00		45,000.00	
EVANS MURITHI	2305704	100,000.00		100,000.00	
EVANS MURITHI	2305713	350,000.00		350,000.00	
FRANCIS MWANDIKI	2305745	319,400.00		319,400.00	
FRANCIS MWANDIKI	2497462	144,000.00		144,000.00	
GEORGE MURITHI	2497443	230,000.00		230,000.00	
LAWRENCE MICHENI	2497417	730,000.00		730,000.00	
LAWRENCE MICHENI	2005323	625,000.00		625,000.00	
LAWRENCE MICHENI	2005331	308,000.00		308,000.00	
LAWRENCE MICHENI	2513680	340,500.00		340,500.00	
LAWRENCE MICHENI	2305735	193,000.00		193,000.00	
LOYFORD MUGENDI	2005164	93,800.00		93,800.00	
LOYFORD MUGENDI	2005172	31,500.00		31,500.00	
LUCY MUTHONI	2305726	45,000.00		45,000.00	
MARICIANO MUTIGA	2497440	233,100.00		233,100.00	
MICHAEL KANYI	2210200	15,600.00		15,600.00	
MICHAEL KANYI	2305655	138,200.00		138,200.00	
NATHAN K MWITI	2513814	1,378,000.00		1,378,000.00	
NATHAN K MWITI	2513658	28,000.00		28,000.00	
NAHASON MWANGI	2210192	73,300.00		73,300.00	
NAHASON MWANGI	2210186	233,000.00		233,000.00	
NAHASON MWANGI	2210189	196,400.00		196,400.00	
NANCY KANANU	2513898	100,000.00		100,000.00	

NANCY KANANU	2305703	100,000.00		100,000.00	
PAULINE KAWIRA	2497401	29,100.00		29,100.00	
PETERSON NJERU	2305727	200,000.00		200,000.00	
SHANDRACK KINOTI	2513984	250,000.00		250,000.00	
SALOME WANJIKU	2497411	29,100.00		29,100.00	
BENJAMIN K NJOKA	2497464	154,000.00	154,000.00	-	
EDWIN MURIMI	2264286	602,000.00	602,000.00	-	
BENJAMIN K NJOKA	2513866	655,200.00	655,200.00	-	
BENJAMIN K NJOKA	2026107	113,000.00	113,000.00	-	
BENJAMIN K NJOKA	1457997	100,000.00	100,000.00	-	
BENJAMIN K NJOKA	2005216	1,000,000.00	1,000,000.00	-	
BENJAMIN K NJOKA	1457751	125,500.00	125,500.00	-	
BENJAMIN K NJOKA	1457761	88,200.00		88,200.00	
EDWIN MWENDA MUTEGI	2264484	85,000.00	85,000.00	-	
HON MAGDALENE NJERU	2497470	154,000.00		154,000.00	
MAGDALENE NJERU	2497434	125,500.00		125,500.00	
MAGDALENE NJERU	2497412	100,000.00	100,000.00	-	
MAGDALENE NJERU	1457772	136,200.00		136,200.00	
MAGDALENE NJERU	1457948	300,000.00		300,000.00	
NICHOLOUS G BOORE	2210153	31,000.00	31,000.00	-	
WALTER MUGAMBI	2264462	920,000.00	920,000.00	-	
WALTER MUGAMBI	2005211	1,000,000.00		1,000,000.00	
WALTER MUGAMBI	1457770	112,000.00		112,000.00	
PAULINE KAWIRA	2497419	29,100.00	29,100.00	-	
CHARLES NYAGA	2264306	75,000.00		75,000.00	
NICHOLAS GITONGA BOORE	2497451	29,070.00	-	29,070.00	
MARK MUTUIRI KAMAU	2497499	2,964,100.00	2,964,100.00	-	
CALLEN FRANCIS	2210025	99,200.00	99,200.00	-	
SHARON KATHOMI	1623142	104,200.00	104,200.00	-	

NICHOLAS NDWIGA	1832524	42,894.00	42,894.00	-	
ERIC MURUNGI SIMON		314,675.00	314,675.00	-	
HON AARON MUTEGI	2264307	172,200.00	172,200.00	-	
GITONGA BASILIO	1975275	50,000.00	50,000.00	-	
PROTUS KATHENYA	1975267	26,000.00	26,000.00	-	
PROTUS KATHENYA	2005118	15,000.00		15,000.00	
LETISE MURUGI		108,000.00	108,000.00	-	
MICHAEL MWANIKI	1975298	81,290.00		81,290.00	
NIXON MURITHI	1975297	95,175.00		95,175.00	
GITONGA BOORE	1623110	24,850.00	24,850.00	-	
SAMUEL GAICHURA	1623122	2,000,000.00	2,000,000.00	-	
SAMUEL GAICHURA	1975273	58,500.00	58,500.00	-	
SAMUEL GAICHURA	1975286	50,000.00		50,000.00	
GITONGA BASILLIO	2513896	710,000.00	710,000.00	-	
TABITHA MBUNGU	2497469	154,000.00	154,000.00	-	
TABITHA MBUNGU	2497409	100,000.00	100,000.00	-	
TABITHA MBUNGU	2497433	125,500.00	125,500.00	-	
TABITHA MBUNGU	2513897	450,000.00	-	450,000.00	
STEPHEN MACHARIA	1623140	17,300.00	17,300.00	-	
ELIJAH KIMATHI	1623447	10,500.00	-	10,500.00	
PROTUS KATHENYA	1457756	170,200.00	170,200.00	-	
PROTUS KATHENYA	1623150	50,000.00	50,000.00	-	
PROTUS KATHENYA	2305675	1,449,000.00	1,449,000.00	-	
PROTUS KATHENYA	1623143	104,200.00		104,200.00	
JAMES MUURU	1623146	10,500.00		10,500.00	
SAMUEL GAICHURA	1457986	302,000.00	302,000.00	-	
SAMUEL GAICHURA	2026334	1,372,000.00	-	1,372,000.00	
SAMUEL GAICHURA	1975299	630,000.00	-	630,000.00	
SAMUEL GAICHURA	2513895	350,000.00	-	350,000.00	

ALBERT MUGAMBI	2497473	154,000.00	-	154,000.00	
ALBERT MUGAMBI	684542	1,623,000.00	-	1,623,000.00	
ALBERT MUGAMBI	2497407	100,000.00	-	100,000.00	
ALBERT MUGAMBI	1457998	125,500.00	-	125,500.00	
DANIEL INOTI	2429716	410,140.00	410,140.00	-	
STANLEY MBAE	2497491	588,200.00	588,200.00	-	
STANLEY MBAE	2503037	190,000.00	190,000.00	-	
STANLEY MBAE	1457763	146,600.00	146,600.00	-	
STANLEY MBAE	1457793	80,000.00	80,000.00	-	
STANLEY MBAE	1457909	254,400.00	254,400.00	-	
POLLY WAWERU	1623145	89,900.00	89,900.00	-	
POLLY WAWERU	2513757	1,300,000.00	1,300,000.00	-	
POLLY WAWERU	2513686	3,293,800.00	3,293,800.00	-	
FRANCIS MWANGANGI	2264400	48,000.00	48,000.00	-	
FRANCIS MWANGANGI	2264392	14,000.00	14,000.00	-	
FRANCIS MWANGANGI	2264393	40,000.00	40,000.00	-	
FRANCIS MWANGANGI	2513857	24,000.00	24,000.00	-	
FRANCIS MWANGANGI	2026340	32,000.00	32,000.00	-	
FRANCIS MWANGANGI	24974902	366,000.00	366,000.00	-	
FRANCIS MWANGANGI	2513872	57,000.00	57,000.00	-	
FRANCIS MWANGANGI	2497425	100,000.00	100,000.00	-	
AHMED M HEMED	2264390	12,600.00	12,600.00	-	
AHMED M HEMED	2513855	69,000.00	69,000.00	-	
AHMED M HEMED	2497471	124,000.00	124,000.00	-	
AHMED M HEMED	2026345	50,400.00	50,400.00	-	
ANNJOY NDEKE	2503047	240,050.00	240,050.00	-	
EMMA KAGENDO MIRITI	2497423	29,100.00	29,100.00	-	
EMMA KAGENDO MIRITI	2026347	38,700.00	38,700.00	-	
EMMA KAGENDO MIRITI	2005299	16,600.00	16,600.00	-	

DR FREDRICK KAMUNDE	1457778	93,500.00	93,500.00	-	
DR FREDRICK KAMUNDE	2497447	23,100.00	23,100.00	-	
DORIS NJUE	2513665	57,016.00	57,016.00	-	
PAULINE KAWIRA	2497419	29,100.00	29,100.00	-	
PAULINE KWAMBOKA	2497422	29,100.00	29,100.00	-	
PAULINE KWAMBOKA	2026346	38,700.00	38,700.00	-	
CATHERINE KAGENI MIRITI	2305638	150,000.00	150,000.00	-	
CATHERINE KAGENI MIRITI	2305657	180,000.00	180,000.00	-	
CATHERINE KAGENI MIRITI	2305699	61,800.00	61,800.00	-	
COLLINS MUTWIRI	2503018	300,000.00	300,000.00	-	
COLLINS MUTWIRI	2305738	723,300.00	723,300.00	-	
COLLINS MUTWIRI	2503006	300,000.00	300,000.00	-	
COLLINS MUTWIRI	2305642	500,000.00	500,000.00	-	
COLLINS MUTWIRI	2305687	100,000.00	100,000.00	-	
COLLINS MUTWIRI	2305644	1,200,000.00	1,200,000.00	-	
COLLINS MUTWIRI	2503016	800,000.00	800,000.00	-	
COLLINS MUTWIRI	2503010	700,000.00	700,000.00	-	
COLLINS MUTWIRI	2497477	700,000.00	700,000.00	-	
COLLINS MUTWIRI	2305662	1,000,000.00	1,000,000.00	-	
COLLINS MUTWIRI	2513692	800,000.00	800,000.00	-	
COLLINS MUTWIRI	2513694	800,000.00	-	800,000.00	
COLLINS MUTWIRI	2503002	825,000.00	-	825,000.00	
COLLINS MUTWIRI	2264481	492,000.00	-	492,000.00	
COLLINS MUTWIRI	2497478	550,000.00	-	550,000.00	
COLLINS MUTWIRI	2503004	500,000.00	-	500,000.00	
COLLINS MUTWIRI	2503017	700,000.00	-	700,000.00	
COLLINS MUTWIRI	2005179	500,000.00	-	500,000.00	
COLLINS MUTWIRI	2513693	700,000.00	-	700,000.00	
COLLINS MUTWIRI	2513691	700,000.00	-	700,000.00	

COLLINS MUTWIRI	2513694	800,000.00	-	800,000.00	
COLLINS MUTWIRI	2305654	607,500.00	-	607,500.00	
COLLINS MUTWIRI	2264335	500,000.00	-	500,000.00	
COLLINS MUTWIRI	2503034	210,000.00	-	210,000.00	
COLLINS MUTWIRI	2497463	494,400.00	-	494,400.00	
COLLINS MUTWIRI	2513853	600,000.00	-	600,000.00	
COLLINS MUTWIRI	2513851	600,000.00	-	600,000.00	
COLLINS MUTWIRI	2513854	400,000.00	-	400,000.00	
COLLINS MUTWIRI	2513852	400,000.00	-	400,000.00	
COLLINS MUTWIRI	2503029	600,000.00	-	600,000.00	
COLLINS MUTWIRI	2503030	500,000.00	-	500,000.00	
COLLINS MUTWIRI	2513879	776,210.27	-	776,210.27	
COLLINS MUTWIRI	1457932	450,000.00	-	450,000.00	
CHARLES KATHARE MARANGU	2503036	574,000.00		574,000.00	
CHARLES KATHARE MARANGU	2513876	205,000.00		205,000.00	
CHARLES KATHARE MARANGU	2305631	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2305632	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2497472	194,400.00		194,400.00	
CHARLES KATHARE MARANGU	2503028	160,000.00		160,000.00	
CHARLES KATHARE MARANGU	2513697	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2497432	184,000.00		184,000.00	
CHARLES KATHARE MARANGU	2503050	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2503046	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2513875	250,000.00		250,000.00	
CHARLES KATHARE MARANGU	2497442	275,000.00		275,000.00	
CHARLES KATHARE MARANGU	2513881	320,000.00		320,000.00	
CHARLES KATHARE MARANGU	2513876	205,000.00		205,000.00	
CHARLES KATHARE MARANGU	2503031	193,000.00		193,000.00	
CHARLES KATHARE MARANGU	1457921	210,000.00		210,000.00	

CHARLES KATHARE MARANGU	2503005	1,535,550.00		1,535,550.00	
CHARLES KATHARE MARANGU	2305696	408,000.00		408,000.00	
CHARLES KATHARE MARANGU	2026348	300,000.00		300,000.00	
CHARLES KATHARE MARANGU	2305615	227,000.00		227,000.00	
CHARLES KATHARE MARANGU	2026349	200,000.00		200,000.00	
CHARLES KATHARE MARANGU	2513696	700,000.00		700,000.00	
CHARLES KATHARE MARANGU	2513695	800,000.00		800,000.00	
CHARLES KATHARE MARANGU	2264480	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2513856	147,600.00		147,600.00	
CHARLES KATHARE MARANGU	2513868	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2026343	100,000.00		100,000.00	
CHARLES KATHARE MARANGU	2305746	206,800.00		206,800.00	
CHARLES KATHARE MARANGU	2305732	500,000.00		500,000.00	
CHARLES KATHARE MARANGU	2305719	317,000.00		317,000.00	
CHARLES KATHARE MARANGU	2513882	1,150,000.00		1,150,000.00	
CHARLES KATHARE MARANGU	2264306	75,000.00		75,000.00	
CHARLES KATHARE MARANGU	2005303	200,000.00		200,000.00	
CHARLES GITONGA KIBAARA	2305637	19,000.00	19,000.00	-	
DOUGLAS KAUNDA	2005304	1,103,250.00		1,103,250.00	
DOUGLAS KAUNDA	1457934	557,250.00		557,250.00	
DANCUN KINYUA GATUMBA	2305636	19,000.00	19,000.00	-	
ERIC MURANGIRI	1458000	182,000.00		182,000.00	
ERIC MURANGIRI	2497476	142,500.00		142,500.00	
EVANS MURITHI	2513871	460,000.00		460,000.00	
EVANS MURITHI	1457943	207,000.00		207,000.00	
FRIDAH WANJA	2005226	200,000.00		200,000.00	
FRANK NJERU KINYUA	2264333	600,000.00		600,000.00	
FRANK NJERU KINYUA	2005300	100,000.00		100,000.00	
FRANK NJERU KINYUA	2305690	66,000.00		66,000.00	

FRANK NJERU KINYUA	2513860	385,800.00		385,800.00	
FRANK NJERU KINYUA	2503044	365,400.00		365,400.00	
FRANK NJERU KINYUA	2210183	150,000.00		150,000.00	
GEOFFREY KABURU	2305626	150,000.00		150,000.00	
GEOFFREY KABURU	2513884	970,500.00		970,500.00	
GEOFFREY KABURU	2305629	600,000.00		600,000.00	
GEOFFREY KABURU	2503025	250,000.00		250,000.00	
GEOFFREY KABURU	2005178	500,000.00		500,000.00	
GEOFFREY KABURU	2005086	300,000.00		300,000.00	
GEOFFREY KABURU	1457946	680,400.00		680,400.00	
GEOFFREY KABURU	2503048	200,000.00		200,000.00	
GEOFFREY KABURU	2503049	600,000.00		600,000.00	
GEOFFREY KABURU	2497444	200,000.00		200,000.00	
GEOFFREY KABURU	2503024	250,000.00		250,000.00	
GEOFFREY KABURU	2264331	500,000.00		500,000.00	
GEOFFREY KABURU	2264479	500,000.00		500,000.00	
GEOFFREY KABURU	2503014	200,000.00		200,000.00	
GEOFFREY KABURU	1975454	700,000.00		700,000.00	
GEOFFREY KABURU	2513874	250,000.00		250,000.00	
GEOFFREY KABURU	2503023	350,000.00		350,000.00	
GEOFFREY KABURU	2503027	123,200.00		123,200.00	
GEOFFREY KABURU	2503035	450,000.00		450,000.00	
GEOFFREY KABURU	2503033	610,000.00		610,000.00	
GEOFFREY KABURU	2513873	300,000.00		300,000.00	
GEOFFREY KABURU	2053994	700,000.00		700,000.00	
GEOFFREY KABURU	2264338	482,400.00		482,400.00	
GEOFFREY KABURU	1457935	400,000.00		400,000.00	
GEOFFREY KABURU	2305641	100,000.00		100,000.00	
GEOFFREY KABURU	2305677	236,000.00		236,000.00	

GEOFFREY KABURU	2503007	3,737,206.00		3,737,206.00	
GEOFFREY KABURU	2305630	500,000.00		500,000.00	
GEOFFREY KABURU	2026344	120,000.00		120,000.00	
GEOFFREY KABURU	2305640	400,000.00		400,000.00	
GEOFFREY KABURU	230698	117,000.00		117,000.00	
GEOFFREY KABURU	2513878	1,751,460.00		1,751,460.00	
ICHENGA MUGAO	2503032	200,000.00	200,000.00	-	
ICHENGA MUGAO	2264326	183,600.00	183,600.00	-	
ICHENGA MUGAO	2305649	150,000.00	150,000.00	-	
ICHENGA MUGAO	2264342	50,200.00	50,200.00	-	
ICHENGA MUGAO	1457933	100,000.00	100,000.00	-	
JONNES MUNENE	2503001	300,000.00		300,000.00	
JONNES MUNENE	2305628	221,200.00		221,200.00	
LEONARD MIRITI MAJAU	1457929	200,000.00		200,000.00	
LEONARD MIRITI MAJAU	2005327	100,000.00		100,000.00	
LEONARD MIRITI MAJAU	2026350	960,000.00		960,000.00	
LUCY MBIUKI	2005221	300,000.00		300,000.00	
LUCY MBIUKI	2497446	807,010.00		807,010.00	
LISPER KATHURE	2513862	42,000.00	42,000.00	-	
STEPHEN MUNENE NJAGI	2005302	200,000.00		200,000.00	
STEPHEN MUNENE NJAGI	2305643	136,000.00		136,000.00	
STEPHEN MUNENE NJAGI	2305730	50,000.00		50,000.00	
STEPHEN MUNENE NJAGI	2264334	150,000.00		150,000.00	
STEPHEN MUNENE NJAGI	2503022	240,000.00		240,000.00	
STEPHEN MUNENE NJAGI	2264478	380,000.00		380,000.00	
STEPHEN MUNENE NJAGI	2264482	250,000.00		250,000.00	
STEPHEN MUNENE NJAGI	2503043	260,000.00		260,000.00	
STEPHEN MUNENE NJAGI	2513863	333,600.00		333,600.00	
STEPHEN MUNENE NJAGI	2513877	300,000.00		300,000.00	

STEPHEN MUNENE NJAGI	2503045	500,000.00		500,000.00	
STEPHEN MUNENE NJAGI	2305653	500,000.00		500,000.00	
STEPHEN MUNENE NJAGI	2305750	250,000.00		250,000.00	
STEPHEN MUNENE NJAGI	2305688	168,000.00		168,000.00	
STEPHEN MUNENE NJAGI	2305689	1,892,180.00		1,892,180.00	
STEPHEN MUNENE NJAGI	2305663	470,000.00		470,000.00	
STEPHEN MUNENE NJAGI	2305658	100,000.00		100,000.00	
STEPHEN MUNENE NJAGI	1457926	200,000.00		200,000.00	
STEPHEN MUNENE NJAGI	2264322	300,000.00		300,000.00	
PAUL THIRIKA	1457945	3,000,000.00		3,000,000.00	
JONES MUNENE	2497488	670,000.00		670,000.00	
KENNETH KANGA	2026172	24,500.00		24,500.00	
KENNETH KANGA	2026176	100,000.00		100,000.00	
KENNETH KANGA	2026158	420,000.00		420,000.00	
KENNETH KANGA	2513700	500,000.00		500,000.00	
KENNETH KANGA	2005204	46,700.00		46,700.00	
KENNETH KANGA	2026189	26,800.00		26,800.00	
STEPHEN MITUGO	2026180	33,600.00		33,600.00	
TOTAL		**132,713,761**	**46,697,190**	**86,016,571**	

ANNEX 2:
RECEVABLES

Name of Station/sub county	Revenue type	Outstanding Balance 2016	Outstanding Balance 2015	Comments
THARAKA NORTH	Plot rents	2,223,880	4,254,127.00	
THARAKA SOUTH	Plot rents	2,248,314	5,050,431.00	
MAARA	Plot rents	2,235,013	3,081,824.00	
MAARA	Market stalls	76,305	374,293.00	
CHOGORIA URBAN	Plot rents	784,822	737,891.00	
THARAKA NORTH	Market stalls	2,223,880	701,939.00	
CHUKA IGAMBA NGOMBE	Plot rents	1,011,999	3,138,157.00	
CHUKA IGAMBA NGOMBE	Rent Arrears	0	169,089.00	
CHUKA URBAN	Plot rents	6748,538	7,166,763.00	
Marimatnti	plot rents and stall rents	1,621,262	1,013,722.00	
Total		**19,176,029**	**25,688,236.00**	

Annex 3.PENDING ACCOUNTS PAYABLE

3.1	2015-2016 KSHS	2014/2015 KHS
Construction of civil works and Construction of buildings		
28 Nyaribo General Contractors Ltd	162,500.00	
125 Above And Beyond Expections Co. L	198,725.00	
38 Matroj Supplies Enterprises	200,000.00	
104 Lignum Holdings Limited	285,120.00	
18 Inter-Developers Construction Ltd	397,493.75	
58 Jalbskenya Limited	504,320.00	
209 Kathamba Investment Limited	550,000.00	
21 Magimuka Limited	680,270.00	
20 Lamak Enterprise Ltd	690,000.00	
73 Kabco Contractors	737,760.00	
129 Top Option Limited	738,667.55	
104 Tylinc Care Systems	748,000.00	
12 Archtek Consultant Enterprises Ltd	849,511.65	
Kanise Enterprises	856,400.00	
37 Supp Merchants	865,000.00	
18 Macree Investment	872,270.25	
209 Kathamba Investment Limited	903,994.85	
196 Dmuriuki Investment	918,092.20	
24 Kanjogu Merchants	918,275.85	
0 Josmak Co. Ltd	980,000.00	
46 Five In One Investment	984,200.00	
63 Mbiu Contractors And General Suppliers	998,000.00	
28 Nyaribo General Contractors Ltd	999,356.00	
47 Magan Ventures	1,040,859.00	
87 Blem Agencies	1,048,556.25	
26 Tangerine Auto Hardware	1,200,200.00	
21 Walymak Enterprises	1,222,000.00	
22 Tangerine Auto Hardware	1,292,078.00	
54 Mipam Construction Limited	1,374,321.05	
37 Supp Merchants	1,392,115.20	
27 Famous Irura Building Contractors Ltd	1,462,064.05	
63 Capiton Construction Limited	1,470,666.65	
21 Wimob Investment	1,485,000.00	
209 Beamland Agencies Ltd	1,603,126.00	
18 Macree Investment	1,817,782.15	

18 Nyamuki Contractors Ltd	1,824,581.10	
63 Mbiu Contractors And General Supplies	1,836,184.40	
28 Nyaribo General Contractors	1,876,862.00	
131 Chawan Company Limited	2,030,000.00	
24 Susu General Office Supplies	2,099,500.00	
65 Tucent Enterprises Limited	2,116,750.00	
123 The Running Footman Ventures	2,199,999.00	
71 Boden Contractors	2,359,737.55	
27 Famous Irura Building Contractors Ltd	2,430,086.65	
70 Tommon Ltd	2,500,000.00	
75 Gobrijo Construction Ltd	2,827,040.80	
22 Tangerine Auto Hardware Limited	2,836,437.00	
26 Allaken General Merchants	3,613,000.00	
87 Delfan Investment	3,968,370.00	
196 Polten Logistic Limited	4,560,000.00	
21 Wimob Investment	4,590,369.20	
26 Allaken General Merchants	4,800,000.00	
116 Melly And Lelly Contractors Ltd	9,755,101.60	
4 Jogat Supplies Limited	11,000,000.00	
6 Silverspread Hardware Ltd	11,622,300.00	
116 Melly And Lelly Contractors Ltd	11,753,931.05	
128 Renaissance Planning Limited	14,560,000.00	
21 Kiandele Construction Ltd	15,118,298.00	
28 Nyaribo General Contractors Ltd	162,500.00	
125 Above And Beyond Expections Co. L	198,725.00	
38 Matroj Supplies Enterprises	200,000.00	
104 Lignum Holdings Limited	285,120.00	
18 Inter-Developers Construction Ltd	397,493.75	
58 Jalbskenya Limited	504,320.00	
209 Kathamba Investment Limited	550,000.00	
21 Magimuka Limited	680,270.00	
20 Lamak Enterprise Ltd	690,000.00	
73 Kabco Contractors	737,760.00	
129 Top Option Limited	738,667.55	
104 Tylinc Care Systems	748,000.00	
12 Archtek Consultant Enterprises Ltd	849,511.65	
Kanise Enterprises	856,400.00	
37 Supp Merchants	865,000.00	
18 Macree Investment	872,270.25	
209 Kathamba Investment Limited	903,994.85	

196 Dmuriuki Investment	918,092.20	
24 Kanjogu Merchants	918,275.85	
0 Josmak Co. Ltd	980,000.00	
46 Five In One Investment	984,200.00	
63 Mbiu Contractors And General Suppliers	998,000.00	
28 Nyaribo General Contractors Ltd	999,356.00	
47 Magan Ventures	1,040,859.00	
87 Blem Agencies	1,048,556.25	
26 Tangerine Auto Hardware	1,200,200.00	
21 Walymak Enterprises	1,222,000.00	
22 Tangerine Auto Hardware	1,292,078.00	
54 Mipam Construction Limited	1,374,321.05	
37 Supp Merchants	1,392,115.20	
27 Famous Irura Building Contractors Ltd	1,462,064.05	
63 Capiton Construction Limited	1,470,666.65	
21 Wimob Investment	1,485,000.00	
209 Beamland Agencies Ltd	1,603,126.00	
18 Macree Investment	1,817,782.15	
18 Nyamuki Contractors Ltd	1,824,581.10	
63 Mbiu Contractors And General Supplies	1,836,184.40	
28 Nyaribo General Contractors	1,876,862.00	
131 Chawan Company Limited	2,030,000.00	
24 Susu General Office Supplies	2,099,500.00	
65 Tucent Enterprises Limited	2,116,750.00	
123 The Running Footman Ventures	2,199,999.00	
71 Boden Contractors	2,359,737.55	
TOTAL	**203,515,613.3**	
3.2 Supply Of Goods And Services		
Tims Nkubuauto Care Garage	46,400.00	
Kenswill Enterprises	61,000.00	
35 Bright House Enterprises	104,400.00	
100 Cmc Motors Group Limited	106,112.00	
196 Nelmak Enterprises	125,000.00	
77 Interline Investment	133,000.00	
Mediflon Enterprises L Imited	153,700.00	
77 Interline Investiment	158,450.00	
1currens Company Limited	213,273.00	
7standard Group Limited	215,168.00	
7 Standard Group Limited	239,076.00	
131 Chawan Group Limited	246,000.00	

77 Interline Investment	267,200.00	
21 Thoma Bookshop	274,000.00	
196 El-Mart Investment	298,000.00	
196 El-Mart Investment	312,000.00	
11 Kenya Power And Lighting Company	357,106.45	
75 Lenalia	360,000.00	
129 Waimak Enterprises	361,400.00	
196 El-Mart Investment	368,879.30	
104 Tylinc Care Systems	371,000.00	
196 El-Mart Investment	384,000.00	
21 Mt. Kenya Trout	391,500.00	
11 Kenya Power And Lighting Company	407,530.10	
11 Kenya Power And Lighting Company	431,912.15	
1 Currens Company Limited	457,793.55	
62 Tims Nkubu Auto Care Garage	479,212.00	
22 Standard Group Limited	482,676.00	
38 Matroj Supplies Enterprises	499,322.00	
8 Nation Media Group Limited	519,912.00	
19 Eagleline Insurance Agency	550,000.00	
11 Kenya Power And Lighting Company	558,567.85	
11 Kenya Power And Lighting Company	569,389.80	
11 Kenya Power And Lighting Company	569,884.70	
11 Kenya Power And Lighting Company	617,954.70	
259 Total Hospital Solutions Ltd	712,250.00	
11 Kenya Power And Lighting Company	714,129.90	
259 Total Hospital Solutions Ltd	840,000.00	
14 Tripple Diamonds Suppliers	843,000.00	
11 Kenya Power And Lighting Company	856,607.45	
196 Kenswill Enterprises	913,684.50	
89 Aberdare Technology Limited	941,700.00	
11 Kenya Power And Lighting Company	1,135,410.90	
11 Kenya Power And Lighting Company	1,160,500.00	
174 National Cereals And Produce Board	1,225,500.00	
11 Kenya Power And Lighting Company	1,269,167.95	
11 Kenya Power And Lighting Company	1,292,669.85	
87 Blem Agencies	1,367,592.05	
77 Free Net Enterprises	1,405,000.00	
196 Kenswill Enterprises	1,432,705.00	
196 Kenswill Enterprises	1,432,705.00	
77 Interline Investment	1,700,000.00	

2 Spatial Design Solutions	1,750,000.00	
91 Sam-Tech Diagnostics Ltd	1,777,800.00	
259 Total Hospital Solutions Ltd	1,866,250.00	
11 Kenya Power And Lighting Company	1,891,493.35	
81 Freshco Kenya Limited	1,910,000.00	
190 Winnet Technologies Ltd	1,993,213.00	
131 Chawan Company Limited	2,121,000.00	
194 Kalro Ida Seed Production	2,300,000.00	
18 Kemuart Limited	2,353,026.80	
115 Brighton Pharmaceuticals	2,440,000.00	
2 Spatial Design Solutions	2,625,000.00	
2 Spatial Design Solutions	2,625,000.00	
21 Mugiira Enterprise	2,650,000.00	
18 Tusheli Stand-Out Investment	2,679,896.30	
14 Summer Contractors And General Supplies	2,719,119.00	
0 Marcan Consulti Group Ltd	2,800,000.00	
113 Mountain Top Publishers Limited	5,035,950.00	
0 Marcan Consulting Group Ltd	6,900,000.00	
2 Kenric Investment Limited	9,167,111.20	
30 Neggib Systems	4,285,872.60	
Mutidwa Enterprises Limited	33,887.00	
Tims Nkbu Auto Care Garage	41,000.00	
Kenswill Eneterprises	44,806.05	
Mutidwa Enterprises Limited	48,951.00	
Mutindwa Eneterprises Limited	50,713.00	
Cmc Motor Group Ltd	77,545.00	
Tims Nkubu Auto Care Garage	80,200.00	
Tims Nkubu Auto Care Garage	92,612.00	
Survo General Work Ltd	100,000.00	
TOTAL	**93,393,888.5**	

Annex 3.3.PENDING STAFF PAYABLES

	2015-2016 KSHS	2014/2015 KSHS
Senior management ANDMiddle management	-	
LAPTRUST (Employer's Pension Contribution	934,206.00	7,216,000.
LAPFUND (Employer's Pension Contributions)	1,000,000.00	9036,000
Gti Embu Staff Welfare	100.00	
Elimu Sacco Ltd	150.00	
Kenya Civil Servants Welfare	200.00	

Kenya Plasters Association	200.00	
Capex Life Assurance Company Limite	240.55	
Kenya Water Teachincian Association	300.00	
Animal Production Society Of Kenya	600.00	
Credit Traders Limited	630.50	
African Retail Traders	712.00	
Association Of Medical Record Offi	800.00	
Mlaswa Welfare Association	1,050.00	
Kenya Association Of Livestock Tech	1,100.00	
Fosa Transcom Sacco	1,145.00	
Kinindia Assuarance	1,564.60	
Agros Furnishers Limited	1,670.35	
Water Welfare Association	1,850.00	
Canon Assurance (K)Ltd	3,918,.80	
Lunar Credit Ltd	3,918.80	
Kukopesha Ltd	4,311.65	
Credit Traders Limited	4,898.50	
National Bank Of Kenya Limited	5,059.00	
Kenya Clinical Officers Association	5,400.00	
Ufundi Sacco	5,570.00	
Ollin Sacco Limited	5,790.00	
Micro Africa Ltd	5,898.00	
Jogoo Sacco Society Limited	6,150.00	
Jubilee Insuarance	6,588.25	
African Capital Ltd	7,180.00	
Nyeri Teachers Sacco Society Ltd –Sa	8.052.70	
Pioneer Assurance	8,570.90	
Cooperate Insuarance Company Limited	11,040.00	
Insuarance Company Of East Africa	13,686.70	
Association Of Public Health Office	22,500.00	
Kenya Progressive Nurses Association	24,048.00	
Kenya Post Bank	26,500.00	
Housing Finance Corporation	26,622.00	
Solution Sacco	27,399.00	
National Nurses Association Of Kenya	29,400.00	
Uap Provinvial Insuarance	29,585.00	
Cic Insuarance Group Limited	34,682.35	
Pan African Insurance	401,870.20	
National Social Security Fund	785,000.00	
Faului Kenya Limited	1,034,594.00	

Family Bank Limited	1,137,533.55	
Trans Nation Sacco Limited	1,264,391.95	
Baclays Bank Ltd – Chukka	1,486,900.00	
Ukulima Sacco Society Limited	1,971,075,.60	
Co-Operative Bank Of Kenya- Chukka	2,254,449.00	
N.H.I.F	2,681,550.00	
Afya Sacco	3,481,459.05	
Kenya Commercial Bank Ltd- Chuka	3,717,007.00	
Equity Bank- Chuka	4,049,327.00	
Uap Insuarance Company Limited	6,699,789.00	
National Association Of Orthopeadic	600.00	
Cfc Stanbic Bank- Loan Deduction Fee	45,591.00	
Winas Sacco Limited	48,286.00	
Jamii Sacco	49,783.10	
Mwalimu National Sacco	55,540.00	
Kenya County Government Workers Uni	65,500.00	
Mwito Sacco Society Ltd	69,574.30	
Hazina Sacco	74,754.00	
Madison Insuarance – Premium	84,826.50	
Kenya National Union Of Nurses	103,063.30	
Harambee Sacco	138,107.40	
Union Of Kenya Civil Sernants	149,735.00	
Kenya Post Bank	180,364.00	
British American Insuarance Co.(K) L	207,587.00	
Higher Educations Loan Board	231,463.70	
Ardhi Sacco Society Limited	235,399.50	
Total	**32,995,362.7**	16,252,000

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015-2016	Historical Cost (Kshs) 2014-2015
Land	4,386,080	956,080.00
Buildings and structures	1,176,794,958	1,006,567,360.00
Purchase Of Vehicles And Other Transport Equipment	137,665,316	125,586,320.00
Office equipment, furniture and fittings	20,799,815	12,518,426.00
ICT Equipment, Software and Other ICT Assets	34,972,472	20,537,880.00
Other specialised Machinery and Equipment	43,431,013	25,680,223.00
Construction of Roads	799,381,397	402,043,715.00
Construction and Civil Works	336,723,537	206,212,473.00
Rehabilitation of Civil Works	48,309,959	9,879,806.00
Purchase Of Household Furniture And Institutional Equipments	628,143	-
Purchase of Certified Seeds, Breeding Stock and Live Animals	17,256,320	1,309,620.00
Intangible assets-Research findings	22,885,540	6,379,300.00
Rehabilitation and renovation of plant,machinery and equipment	15,000,000	956,080.00
Total	**2,658,259,781**	**1,006,567,360.00**

Annex 5.Schedule of receipt of Danida funds in the CRF A/C for 2015/2016

DATE	DETAILS	AMOUNT	TOTAL
1/7/2015	Bal BFWD		
31-Mar-16	Exchequer issue	12,330,000.00	**12,330,000.00**

DISBURSEMENT OF WORLD BANK HEALTH FUNDS FOR FINANCIAL YEAR 2015/2016 AS AT 30TH JUNE, 2016

IFMIS CODE	County	Total Allocation WB Health Funds	Total Released 03/02/2016	% Released
3610	Tharaka Nithi	13,899,808	13,899,808	100%
	TOTAL	**13,899,808**	**13,899,808**	**100%**

Schedule E

DISBURSEMENT OF WORLD BANK HEALTH FUNDS FOR FINANCIAL YEAR 2015/2016 AS AT 30TH JUNE, 2016

IFMIS CODE	County	Total Allocation WB Health Funds	Total Released 03/02/2016	% Released
3610	Tharaka Nithi	13,899,808	13,899,808	100%
	TOTAL	**13,899,808**	**13,899,808**	**100%**

Annex. 6. Schedule of receipt Exchequer Release in the CRF A/C for 2015/2016

4-Sep-15	Exchequer issue	251,005,333.00
22-Oct-15	Exchequer issue	282,381,000.00
29-Oct-15	Exchequer issue	251,005,334.00
27-Nov-15	Exchequer issue	266,693,167.00
18-Dec-15	Exchequer issue	282,381,000.00
5-Feb-16	Exchequer issue	251,005,333.00
4-Mar-16	Exchequer issue	251,005,333.00
14-Mar-16	Exchequer issue	282,381,000.00
18-Apr-16	Exchequer issue	251,005,333.00
27-May-16	Exchequer issue	266,693,167.00
8-Jun-16	Exchequer issue	251,005,333.00
23-Jun-16	Exchequer issue	251,005,334.00
	TOTAL	**3,137,566,667.00**

Annex. 7

RMLF CONDITIONAL GRANTS TO COUNTY GOVERNMENTS FOR FY 2015/2016 AS AT 30TH JUNE, 2016							
	COUNTY	Total Allocation Fuel Levy Fund	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total Released 30/06/2016
41	Tharaka Nithi	39,857,530	9,964,382	10,163,670	9,964,382	9,765,094	39,857,528
	TOTAL	39,857,530	825,000,000	841,500,000	825,000,000	9,765,094	39,857,528

CODE	COUNTY GOVERNMENT	Maternal Health Care Allocation	4/11/2015	22/12/2015	23/12/2015	9/3/2016	4/5/2016	15/6/2016	Total Releases	Balance	% Released
3610	Tharaka Nithi	**35,243,600**	11,085,000	3,425,000	-	1,147,500	5,312,500	6,797,500	**27,767,500**	**7,476,100**	79%
	TOTAL	**35,243,600**	**11,085,000**	**3,425,000**	-	**1,147,500**	**5,312,500**	**6,797,500**	**27,767,500**	**7,476,100**	**79%**

USER FEES FORGONE 2015/16 AS AT 30TH JUNE, 2016							
S/N	**County Name**	**User Fee Allocation**	**9/11/2015**	**21/3/2016**	**11/5/2016**	**TOTALS**	**% Released**
41	Tharaka - Nithi	8,515,829	2,589,870	1,455,149	4,470,810	8,515,829	100
		8,515,829	**2,589,870**	**1,455,149**	**4,470,810**	**8,515,829**	100

Annex. 8.

ADJUSTMENT OF THE CASH BOOK BALANCE
Central Bank of Kenya, Tharaka Nithi County-Recurrent a/c no.1000171375
KSH

	Balance before adjustment	(16,310,383)
ADD	Receipts in the bank statement not recorded in the cashbook	171,576,760
LESS;	Payment in the bank statements not recorded in the cashbook	(56,123,669.90)
	BALANCE AS PER ADJUSTED CASHBOOK	**99,142,707.10**