

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

**REPORT**

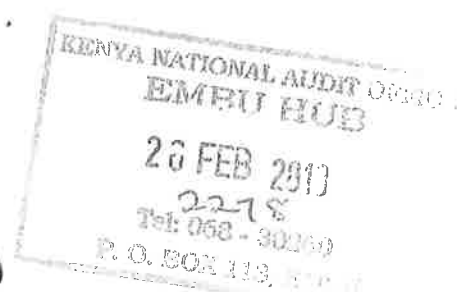
**OF**

**THE AUDITOR-GENERAL**

**ON**

**THE FINANCIAL STATEMENTS OF  
ISIOLO COUNTY EXECUTIVE**

**FOR THE YEAR  
ENDED 30 JUNE 2017**



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**ISIOLO COUNTY  
EXECUTIVE  
REPORTS AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2017**

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

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

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# ISIOLO COUNTY GOVERNMENT

## Reports and Financial Statements

For the Financial Year ended June 30, 2017 (Ksh.)

### 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 day-to-day management is under the following key organs:

- The Executive
- County Assembly; and
- The Public Service Board

#### (c) Fiduciary Management

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

No.	Designation	Name
1	County Secretary	Ibrahim Wako Boru
2	CEC Finance and Economic Planning	Asha Abdi
3	Chief Officer	Fayo Galgalo

#### (d) Entity Headquarters

P.O. Box 36-60300

County Government Offices Building

Hospital Road

Isiolo, Kenya

#### (e) Entity Contacts

Telephone: 0733 227530

E-mail: [info@isiolo.go.ke](mailto:info@isiolo.go.ke)

Website: [www.isiolo.go.ke](http://www.isiolo.go.ke)

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

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### **(f) Entity Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
2. Kenya Commercial Bank- Isiolo Branch
3. Consolidated Bank of Kenya – Isiolo Branch

### **(g) Independent Auditors**

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

### **(h) Principal Legal Adviser**

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

# ISIOLO COUNTY GOVERNMENT

## Reports and Financial Statements

For the Financial Year ended June 30, 2017 (Ksh.)

### II. FORWARD BY THE CEC FINANCE AND ECONOMIC PLANNING

Isiolo County Government Executive total budget allocation in the Financial Year 2016/2017 for both Recurrent and Development Budget was Ksh.3,195,075,923 with actual total expenditure amount to Ksh.2,966,287,647 representing 93% level of utilization up to quarter three.

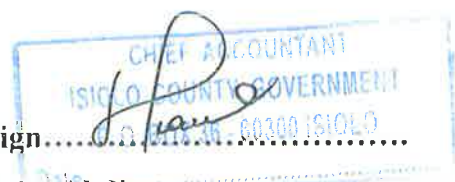
Recurrent Expenditure budget for the financial year, Ksh.1,972,845,413 with actual expenditure of Ksh. 1,867,078,292 representing 95% level of funds absorption. Development Budget allocation Kshs.1,222,230,510 with actual expenditure of Ksh. 1,099,209,355 making a 90% level of funds absorption.

The Revenue allocation for the period was Ksh.210,500,000, however, the total collection was Ksh. 89,160,479 which translated to 42% . The poor performance in the collection can be attributed to slow recovery in tourism sector which is the major source of the revenue for the County. The County is at an advanced stage in automating revenue collection which is expected to boost revenue collection significantly.

The County in the overall has achieved in terms of infrastructure development as it has upgraded its road network in all the wards, has also sank wells for both human and livestock water consumption.

There were no major challenges encountered during the year apart from huge personnel budget that hinder recruitment of skilled personnel such as engineers resulting to hiring of consultancy services in implementing of big projects.

Sign.....



Asha Abdi

CEC - Finance and Economic Planning

Isiolo County Government

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

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### **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 Isiolo County Government is responsible for the preparation and presentation of the Isiolo County Government financial statements, which give a true and fair view of the state of affairs of the Isiolo County Government for and as at the end of the financial year ended on June 30, 2017. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the 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 Isiolo 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 Isiolo County Government accepts responsibility for the Isiolo County Government 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 entity's transactions during the financial year ended June 30, 2017, and of the Isiolo County Government financial position as at that date. The Accounting Officer charge of the Isiolo County Government further confirms the completeness of the accounting records maintained for the Isiolo County Government which have been relied upon in the preparation of the Isiolo County Government financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the Isiolo County Government 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 Isiolo County Government financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

# ISIOLO COUNTY GOVERNMENT

## Reports and Financial Statements

For the Financial Year Ended June 30, 2017 (Ksh.)

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### Approval of the financial statements

The Isiolo County Government financial statements were approved and signed by the Accounting Officer on 15<sup>th</sup> September 2017



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Chief Finance Officer



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Head of Treasury- Accounting



# REPUBLIC OF KENYA

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NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### AUDIT REPORT OF THE AUDITOR-GENERAL ON ISIOLO COUNTY EXECUTIVE FOR THE YEAR ENDED 30 JUNE 2017

#### REPORT ON THE FINANCIAL STATEMENTS

##### Adverse Opinion

I have audited the accompanying financial statements of Isiolo County Executive set out on pages 1 to 43, which comprise the statement of financial assets and liabilities as at 30 June 2017, and the statement of receipts and payments, statement of cash flows, summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

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

##### Basis for Adverse Opinion

##### 1.0 Unsupported Recurrent Expenditure

The total approved recurrent expenditure for the year was Kshs.1,939,041,806 while the total actual recurrent expenditure amounted to Kshs.1,811,839,500 resulting to an under-expenditure of Kshs127,202,306 and an absorption rate of (93%) as analyzed here under;

Head	Approved Budget (Kshs)	Actual Expenditure (Kshs)	Variation (Kshs)	Absorption rate (%)
Office of the Governor	288,260,647	272,005,810	16,254,837	94%
Agriculture	137,441,315	129,546,556	7,894,759	94%

*Report of the Auditor-General on the Financial Statements of Isiolo County Executive for the Year ended 30 June 2017*

Cohesion Intergovernmental	15,500,000	15,347,521	152,479	99%
Education & Vocational Training	159,305,913	151,114,095	8,191,818	95%
Finance Planning & Vision 2030	335,017,304	314,285,810	20,731,494	94%
Health Services	691,963,000	669,775,787	22,187,213	97%
Land & Urban Planning	56,746,000	51,446,572	5,299,428	91%
Public Service Management & ICT	76,385,000	39,986,291	36,398,709	52%
Tourism Culture & Social Services	52,310,000	51,421,204	888,796	98%
Town Administration	9,711,600	7,851,185	1,860,415	81%
Trade Industrial Co-op	24,613,483	21,112,944	3,500,539	86%
Water & Irrigation	91,787,544	87,945,725	3,841,819	96%
<b>Total</b>	<b>1,939,041,806</b>	<b>1,811,839,500</b>	<b>127,202,306</b>	<b>93%</b>

Further, the summary statement of appropriation–recurrent, reflected an expenditure of Kshs.1,818,034,716 whereas the financial statements, supporting schedules and other supporting documents reflected actual recurrent expenditure of Kshs1,811,839,500 thus resulting to an unexplained and unreconciled variance of Kshs.6,195,216. As result, the County Executive incurred unsupported expenditure of Kshs.6,195,216.

#### **b) Development Expenditure**

The total approved development expenditure for the year under review amounted to Kshs.1,221,730,510 while the total expenditure amounted to Kshs.1,152,679,568 leading to an under-expenditure of Kshs.69,050,942 as analyzed here under;

<b>Head</b>	<b>Approved Budget (Kshs)</b>	<b>Actual Expenditure (Kshs)</b>	<b>Variation (Kshs)</b>	<b>Absorption rate (%)</b>
Office of the Governor	161,415,148	158,741,000	2,674,148	98%
Agriculture	124,000,000	118,159,059	5,840,941	95%
Education & Vocational Training	110,848,903	104,432,448	6,416,455	94%
Finance Planning & Vision 2030	137,856,277	131,196,113	6,660,164	95%
Health Services	140,883,724	108,642,849	32,240,875	77%
Land & Urban Planning	232,556,458	247,026,631	14,470,173	106%
Public Service				

Management & ICT	40,000,000	37,376,517	2,623,483	93%
Tourism Culture & Social Services	44,000,000	26,852,991	17,147,009	61%
Trade Industrial Co-op	16,970,000	17,464,000	-494,000	103%
Town Administration	12,000,000	11,999,454	546	100%
Water & Irrigation	201,200,000	190,788,506	10,411,494	95%
<b>Total</b>	<b>1,221,730,510</b>	<b>1,152,679,568</b>	<b>69,050,942</b>	<b>94%</b>

Further, the summary statement of appropriation-development, reflected actual development expenditure of Kshs.1,119,383,882 whereas the supporting schedules and documents reflected actual development expenditure of Kshs.1,152,679,568 resulting into an unexplained and unreconciled variance of Kshs.33,295,686.

In the circumstances, the County Executive did not adhere to the approved budget and consequently, the residents of Isiolo County did not enjoy promised and expected services equivalent in value to the under-expenditure of Kshs.69,050,942 incurred under development vote and the unexplained amount of Kshs.33,295,686.

## 2.0 Cash and Cash Equivalents Balances

2.1 The Statement of financial assets and liabilities as at 30 June 2017 reflected cash and cash equivalents balance of Kshs.19,694,894 held in the Executive's nine bank accounts as follows;

Bank	Account No.	Amount (Kshs)	Purpose
County Revenue Fund-CBK	1000171715	1,590,193	Exchequer
County Recurrent -CBK	1000171405	167,616	Operations
County Development -CBK	1000171367	349,775	Development
County Health Services-CBK	1000270721	2,710,857	Donor funds
County Fuel Levy-CBK	1000293427	794,494	Fuel levy projects
Revenue -Consolidated Bank	10111203000081	647,404	Revenue
Revenue US\$ -Consolidated bank	10112200000004	7,482,899	Revenue – US\$
Imprest Account-KCB	1140761072	1,616	Imprest
Bursary Fund Account -KCB	1182179509	5,950,040	Bursary Fund
		<b>19,694,894</b>	

2.2 Further , the County operated twenty-six other bank accounts apart from the disclosed bank accounts for the twenty six health facilities. However, bank account

balances totaling Kshs.5,403,030 as at 30 June 2017 were not included in the financial statements.

**2.3.** The Executive operated a dollar account at the Consolidated Bank contrary to the provisions of the Section 76 (2) of the Public Finance Management (County Government) Regulations 2015, which require all foreign currency designated bank accounts to be held at the Central Bank of Kenya

**2.4** During the financial year under review, the County Executive received grants totaling to Kshs..26,232,373 from World bank and Danida out of which Kshs.16,377,597 were disbursed to the health facilities resulting in undisbursed balance of Kshs.9,854,776. However, a review of County Health Services bank account revealed that Kshs.2,710,857 was being held at the bank instead of Kshs.9,854,776 resulting in unexplained and unreconciled difference of Kshs.7,143,919.

**2.5** Further, no expenditure returns showing how grants totaling Kshs.16,377,597 disbursed to the health facilities were spent were provided for audit review. Also, bank statement for County Health Management Committee Team (CHMCT) and Oldonyiro Dispensary were not provided for audit review.

**2.6** An analysis of revenue report generated by revenue collection system 'ORIEMS' revealed that Kshs.4,360,087 was collected as market fees. However, review of the banking details showed that only Kshs.892,520 was banked resulting to an unexplained and unreconciled under banking of Kshs.3,463,567 as at 30 June 2017.

In view of the foregoing circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.19,694,894 as at 30 June 2017 could not be confirmed.

### **3.0 Un-surrendered and Unaccounted for Imprests**

**3.1** The statement of financial assets and liabilities reflects accounts receivable of Kshs.24,563,500 as at 30 June 2017. However, review of the ledger for Research, studies and Project Preparation design and supervision reflected payments totaling to Kshs.21,938,500 paid out to individuals as imprest. Further, no documents were made available to show whether the imprest had been surrendered or recorded as at 30 June 2017. In addition, despite IFMIS being used to process transaction, imprest issuing and processing was not being done through IFMIS. In addition, officers were issued with additional imprest before surrendering previous ones.

**3.2** , Included in the imprest surrender documents was a payment voucher of Kshs.2,625,000 being imprest issued to an officer to pay 250 people who attended the budget public participation. However, the respective advertisement, minutes and reports were not made available for audit review and the signatures of different participants also appeared similar.

**3.3** Further, included in the imprest surrender documents was a payment voucher of Kshs.5,295,000 being imprest paid to an officer to pay participants who attended entrepreneurship conference and entrepreneur's training conference and also pay for facilitation. The participants were paid Kshs.5,012,000 and Kshs.283,000 was used as facilitation being hire of tents, chairs, public address system and mineral water. However, invitation letters and back to office reports, quotations, evaluation committee minutes, local service order and delivery notes were not provided for audit review. In addition, the signatures of different participants appeared similar

In the circumstances, the propriety of the Kshs.24,563,500 imprest could not be confirmed as at 30 June 2017

#### **4.0 Outstanding Accounts Receivables**

Annexure III to the financial statements show account receivable (debtors) balance of Kshs.72,440,139 which included Kshs.12,884,285 due to the County Executive from two clients. A review of the documents provided showed that the defunct County Council of Isiolo signed a lease agreement with Joy's Camp and Ashnil Samburu Camp for Thirty-Three (33) years from the year 2005 to 2038. However, the amount of Kshs.12,884,285 due to the County Executive by the two clients had not been collected. No explanation was provided why the Executive had not collected the money.

In the circumstances, it was not possible to ascertain the accuracy, completeness and recoverability of the Kshs.72,440,139 owed to the County Executive by the two long term debtors.

#### **5.0 Pending Bills**

Annexure IV to the financial statements reflect pending bills totaling Kshs.983,333,725 as at 30 June 2017 made up of Kshs.108,047,308 from the defunct local authorities and Kshs.875,286,417 from the County Executive. However, included in the pending bills was Kshs.201,669,500 in respect to supply of relief food to different recipients whose signatures and fingerprints appeared similar. Further, the pending bills also included Kshs.11,092,000 in respect to construction of drainage system, desilting of a dry river bed, opening of a drainage and gabion installation on various locations. However, physical audit verification revealed that no work was done. Further, the County Executive did not maintain creditor's records including creditor's ledger, registers and schedules to support the pending bills.

In the circumstances, it has not been possible to confirm the existence, completeness, validity and accuracy of the pending bills balance of Kshs.983,333,725 as at 30 June 2017.



## **6.0 Non-Current Assets**

**6.1** As similarly reported in the previous year, the Isiolo County Executive had not taken over assets and liabilities amounting to Kshs.14,155,106,914 and Kshs.158,259,036 from the defunct Councils in Isiolo County as at 30 June 2017. However, annexure IV to the financial statement reflects non-current assets of Kshs.17,605,700,827 as at 30 June 2017. Further, the County Executive did not maintain an updated fixed assets register. In addition, the County Executive is yet to implement policies and procedures on assets management as required by the County Government Financial regulations 2015 and, that the assets are not coded or tagged for ease of identification.

**6.2** Also, ownership documents for land with a stated historical value of Kshs.13,904,747,490 as at 30 June 2017 but whose acreage was undisclosed were not made available for audit review.

**6.3** Further, assets acquired during the year costing Kshs.2,243,840 were expensed instead of being capitalized and included in the assets register.

**6.4** Two vehicles that were said to have been taken for repairs were not found in the garage while eight vehicles that were in the garages were found to be in poor state since body parts such as engine, tyres, gear box, head lamps, clutch, dashboard and mudguard were missing from the vehicles. No explanation was given for this anomaly.

In the circumstance, the valuation, ownership, existence, completeness, location and security of the non-current assets balance of Kshs.17,605,700,827 as at 30 June 2017 could not be confirmed.

## **7.0 Human Resources Management**

### **7.1 Compensation of Employees**

During the year under review, the County Executive spent Kshs.1,240,928,126 in respect to compensation of employees. Included in this figure was an amount of Kshs.137,577,274 paid to officers without being processed through the Integrated Payroll and Personnel Database (IPPD). However, it was not possible to ascertain whether the officers were drawing salaries from other government institutions. No explanation was provided why the officers could not be paid through the IPPD.

In the circumstances it was not possible to ascertain the propriety of the compensation of employees balance of Kshs.137,577,274 as at 30 June 2017.

### **7.2 Casuals**

During the year under review, Kshs.70,046,655 was paid to casual workers. However, records on how they were engaged and the terms of service of their

engagement by the County Executive were not made available for audit review. The nature and evidence of work done was not provided for scrutiny. Consequently, the propriety of the casual labour expenditure of Kshs.70,046,655 as at 30 June 2017 could not be confirmed.

### **7.3 Irregular Payment after Termination of Contracts**

#### **7.3.1 Kenya Police Reservists Irregular Payment**

The Executive employed 28 Kenya Police Reservists (KPR) on contract from 1 July 2016 to 31 December, 2016. However, the Executive continued paying the Kenya Police Reserves even after the expiry of the contract period without renewing the contract and as at 30 June 2017, a total of Kshs.5,742,000 had been paid to the KPR irregularly.

#### **7.3.2 Irregular Payment to 119 Nutrition and Community Health Workers**

Further, the County Executive engaged Nutrition and Community Health Workers on contract from 1 January 2015 to 30 June 2016. Documents provided showed the contract ended as per the stipulated guideline and notice of termination of the contract issued. However, the Executive, paid Kshs.19,550,000 to 119 Nutrition and Community Health Workers as salary arrears for five months from July to November 2016. Documents showing reasons for payment of the salary arrears and approval from the County Public Service Board were not made available for audit review. No explanation was given as to why the Executive paid workers whose terms of service had already lapsed and were not rendering services to the County Executive. In consequence, the County Executive incurred an irregular expenditure Kshs.25,292,000.

### **7.4 Doubtful Job Cadre**

The County Public Service Board promoted several officers with effect from 1 January 2016 to different job cadres. Review of personal files showed that two officers, Sally Gacheri Ndubi and Faith Gacheri Baariu were promoted from Job group J to Job group K. However, analysis of the payroll revealed that the two officers were placed in Job group L. Also Roba Buke Fugicha was employed on a four-year contract as a Driver JG. "F". However, the payroll indicated that the officer was placed in Jg. "G" and has been earning higher salary and other fringe benefits over and above his entitlement

Documents and authority showing how the officers were placed at higher job groups were not provided for audit review.

### **7.5 Irregular Payment of Salary to a Former Staff**

A review of the documents provided showed that Mr. Wario Galgalo Arballe was employed as Nursing Officer III job group "H" vide letter Ref: ICPSB/APPT/Vol.1/170 dated 1 April 2015 at a gross monthly salary of Kshs.57,523. As per the letter Ref: ICPSB/2260398 dated 31 July 2015, the officer

deserted duty and later admitted that he was an employee of another County (Marsabit County Government) vide his letter dated 4 August 2017. A review of the manual payroll showed that the officer continued to earn salary from the County Executive even though he was purported to have resigned from the County Executive as per his letter dated 14 August 2015. As at 30 June 2017, Kshs.1,553,121 had been irregularly paid to the officer as salary. No explanation was provided as to why the Executive continued paying salaries to an officer who did not offer any services.

In consequence, the Executive incurred ghost payment of salary of Kshs.1,553,121 as at 30 June 2017.

#### **7.6 Discrepancies in Total Monthly Payment of Salaries**

Analysis of monthly salaries and allowances processed through Integrated Payroll and Personnel Database (IPPD) during the financial year under review showed that the payments fluctuated between Kshs.161,463,941 as at 1 July 2016 and Kshs.75,699,672 as at 30 June 2017. No explanation was provided for the abnormal huge increases and decreases in the monthly payroll payments. No new recruitments and or separations were disclosed for audit review.

In the circumstances, it was not possible to ascertain the accuracy, completeness and validity of the compensation of employees expenditure of Kshs.1,240,928,126 as at 30 June 2017 and whether the County Executive got value for money in the payments.

#### **7.7 Payment of Salaries to a Dismissed Officer**

Review of documents provided for audit showed that Mr. Isaya Kobia- P/No. 19920008957 was appointed by the County Secretary as interim head of supply chain management on 5 February 2015 vide letter Ref: ISL/CG/GEN/Vol.II/1/135. On 17 October 2016, the County Public Service Board vide letter Ref: ICPSB/HR/DISC/Vol.1/22 requested Kenya National Examination Council (KNEC) and Kenya Institute of Supplies Management (KISM) to confirm the authenticity of the officer's 1984 KCSE examination results, certificate and transcripts. KNEC and KISM confirmed that the certificates were not genuine vide letters Ref: KNEC/CONF/R&QA/ARCH/22/16/519 of 25 October 2016 and KIM/CERTVERTIF/16 of 18 October 2016 respectively. Further, KISM advertised the withdrawal of the officer's credentials in the Sunday Nation newspaper of 12 February 2017 and again in the Daily Nation newspaper of 30 June 2017.

The officer was summoned to the Board's disciplinary committee on 25 October 2016 vide letter ICSPB/HR/DISC/Vol.1/23 and summarily dismissed from the public service with effect from 23 December 2016 vide letter Ref: 19920008957/09. However, despite the summary dismissal, the officer continued to be in office and had been paid gross salary of Kshs.745,724 as at 30 June 2017 .



No reason has been given for failure to prevent and or recover the irregular payment of Kshs.745,724 as at 30 June 2017.

## 7.8 Suspension of Officers

Review of documents provided for audit showed that Mr. Giro Liban P/No.- 1988075233, Mr. David Kathuraku - P/No 20020003801 and Hussein Boru Guyo P/No.- 2014/01/016 were issued with letters referenced ICPSB/HR/PAYROLL/Vol 1/21 by Isiolo County Public Service Board seeking explanation on illegal and un-procedural payment to Community health assistants and nutrition officers whose contract had expired on 30 June 2016, authorizing payments of unauthorized salary arrears for staff selectively and payment of salaries to casual workers. However, the Boards' letters were not responded to by the officers.

The officers were suspended on 20 February 2017 with a condition that they would not receive salary but would be paid other allowances subject to clearance and handing over of County property under their custody and should stay away from office unless required to do so. However, despite the suspension, the officers continued to be in office and were paid gross salary totaling Kshs.2,040,112 as at 30 June 2017 as follows;

Month	Mr. Giro Liban (Amt in Kshs.)	Mr. David Kathuraku (Amt in Kshs.)	Hussein Boru Guyo (Amt in Kshs.)	Total (Kshs.)
Apr-17	355,111	173,361	130,945	659,417
May-17	343,508	258,169	130,945	732,622
Jun-17	343,508	173,620	130,945	648,073
<b>Total</b>	<b>1,042,127</b>	<b>605,150</b>	<b>392,835</b>	<b>2,040,112</b>

In view of the foregoing, the expenditure of Kshs.2,040,112 as at 30 June 2017 was irregular and voidable. No effort has been put in place to recover the amount.

## 8.0 Doubtful Expenditure

### 8.1 Provision of Consultancy Services

8.1.1 The County Executive paid Kshs.42,532,440 to several consultants for different consultancy services. However, the Executive did not place any advertisements in either the Government tender portal, County's website or at least one (1) daily Newspaper inviting interested persons to submit expression of interest as required by Section 119 (4) of the Public Procurement and Asset Disposal Act, 2015. Further, expression of interest, minutes of evaluation, notification of results of the Expression of Interest to all the bidders and submission of proposal to the winning bidders were not provided for audit review. In addition, a review of the notification of award and the date when the contract was signed

revealed that they were signed before fourteen days elapsed contrary to the requirements of Section 119 (3) of the Public Procurement and Assets Disposal Act, 2015.

**8.1.2** Further, included in the payment of Kshs.42,532,440 was Kshs.2,200,000 paid to Friends of the Nomad Limited for consultancy services on Isiolo County situational analysis . However, a review of the consultancy firm's contract documents revealed that the contract was signed on 16 December 2016 at a contract sum of Kshs.4,524,000 but the evaluation minutes dated 8 December 2016 showed that the firm was evaluated at Kshs.1,960,400 resulting in unexplained variance of Kshs.2,563,600.

Further, approval of the draft and the final report, and adoption of the report by the Executive were not provided for audit review.

**8.1.3** Again, included in the amount of Kshs.42,532,440 expenditure was Kshs.4,943,954 paid for cadastral survey of several parcels of public land in Isiolo town whose report was not provided for audit review.

In the circumstances, it was not possible to ascertain the propriety and value for money for the consultancy services expenditure of Kshs.42,532,440 as at 30 June 2017.

## **8.2 Foreign Travel and Subsistence**

During the year under review, the County Executive paid Kshs.5,645,800 for a trip by the governor, four chief officers, driver, two security officers, ten rangers and thirteen council of elders to Ethiopia on peace and reconciliation mission of Borana by council of elders to enhance cross border peace, conflict resolution and harmony among pastoralist communities.

Further, Kshs.1,796,668 was paid for workshop on stakeholder's forum on urban development and planning and environmentally degraded lands held at Yaballo Ethiopia and benchmarking workshop on livestock management workshop and excursion in Gaborone, Botswana.

However, invitation letter, evidence of travel, minutes of the meetings and the resolutions, back to office report, stamped copies of passports, programme of activities indicating venue and date of the meeting were not provided for audit review. Further, the delegation to Ethiopia comprised of thirty-one delegates contrary to office of the president circular Ref No OP/CAB.1/7A of 26 January, 2015 which requires Government entities to take not more than seven (7) delegates to a foreign country.

In the circumstances, the propriety, validity and value for money for the two foreign travel to Ethiopia and Botswana totaling to Kshs.7,442,468 as at 30 June 2017 could not be ascertained.

### **8.3 Un-vouched Expenditure**

Included in the County's total expenditure of Kshs.3,536,287,647 were payments totaling to Kshs.32,178,672 in respect of works, goods and services. However, payment vouchers containing full details, clear narrations and particulars of the items to which they related and the supporting documents and appropriate authority was not provided for audit review contrary to Sections 99 (3), 104(1) and 117(3) of the Public Finance Management (County Governments) Regulations, 2015.

As a result, the authenticity, accuracy, completeness and value for money of the expenditure could not be ascertained as at 30 June 2017.

### **8.4 Rentals of Produced Assets**

During the financial year ended 30 June 2017, the Executive spent Kshs.26,989,000 towards rentals of produced assets which included Kshs.8,325,000 spent on hire of transport through request for quotations instead of open tender. Further, the supporting documents including contracts, logbooks, insurance certificates, driving licenses and temporary work tickets were not made available for audit review. In addition, a Motor vehicles report as at 31 October,2017 indicated that the Executive had one hundred and one (101) motor vehicles out of which twenty-six (26) were in good condition which could have been used.

No explanation was provided why the Executive hired vehicles yet there were vehicles that could have been used for the said official duties. Under the circumstances, the propriety of the Kshs.8,325,000 transport cost as at 30 June 2017 could not be ascertained.

### **8.5 Training Expenses**

Note 6 of the notes to the financial statements shows a balance of Kshs.15,352,402 for training expenses which includes Kshs.3,988,020 paid to officers as tuition fees. However, approved training plan, training needs analysis to identify and recommend relevance of the courses undertaken and appointment letters for members of training committee were not provided for audit review.

Consequently, it was not possible to ascertain the propriety and value for money for the training expenditure totaling Kshs.3,988,020 .

### **8.6 Other Operating Expenses**

Note 6 to the financial statement reflects a balance of Kshs.52,210,921 in respect to operating expenses which included Kshs.14,100,000 paid as legal fees for four court cases as follows;

PV. No	Payee	Date	Amount (Kshs)
31837	Ahmednasir Abdikadir and Co Advocates	18-Nov-16	3,000,000
31836	Kithi And Company Advocates	18-Nov-16	4,000,000
34940	Charles Kariuki and Kiome Ass Advocate	19-May-17	1,200,000
33679	Okubasu and Munene Advocates	27-Feb-17	<u>5,900,000</u>
<b>Total</b>			<b><u>14,100,000</u></b>

However, court attendance records, status of the cases and the judgement for completed cases were not provided for audit review.

In the circumstances, it has not been possible to ascertain the propriety and value for money for the legal fee expenditure of Kshs.14,100,000.

### 8.7 Domestic Travel and Subsistence

Note 6 to the financial statements indicates a figure of Kshs.77,652,346 for domestic travel and subsistence which includes Kshs.7,342,928 paid for travelling and accommodation while on official duties. However, invitation letters, work tickets, boarding passes, air tickets, details of official duties taken by the officers to show that the officers actually travelled on official duties were not provided for audit verification.

As a result, it has not been possible to ascertain the propriety and value for money for the domestic travel and subsistence expenditure of Kshs.7,342,928.

### 8.8 Irregular Payment of Expenses

During the year under review, the County Executive spent Kshs.6,109,840, Kshs.5,780,840 and Kshs.4,986,700 in respect to office general supplies and services, printing advertisement and information supply services and office general supply and services respectively all totaling to Kshs.16,877,380. However, stores records showing how the goods procured were recorded in the stores ledger, to whom they were issued and balance remaining in the store were not provided for audit review. Further, delivery notes, requisitions from the user, quotation opening minutes, evaluation of the quotations and award of the same was not provided for audit review.

In addition, included in the expenditure of Kshs.5,780,840 was Kshs.906,000 paid for supply of goods and services from suppliers who were not in the list of registered suppliers.

In consequence, the propriety and validity of the expenditure Kshs.16,877,380 could not be ascertained.

### 8.9 Irregular Repair of Motor Vehicles and Car Hire

During the financial year under review, the Executive paid Kshs.1,741,700 for repair of motor vehicles and purchase of tyres. However, review of the payments revealed that the amount was spent by the Ministry of finance for repair of three (3) vehicles belonging to the Ministry of Water as follows;

Date	Payee	Vehicle No	Amount
17/10/16	A. A. Mahad	KBJ 740U	681,650
17/10/16	A.A. Mahad	KUL 357	847,550
25/1/16	Incoe Auto Spares	KBY 127C	<u>212,500</u>
<b>Total</b>			<b><u>1,741,700</u></b>

However, no documents were made available to show that the Kshs.1,741,700 was reallocated from the Ministry of Finance to the Ministry of Water and no explanation was given as to why the Ministry of Finance repaired the vehicle which belonged to another Ministry.

Further analysis of payment of Kshs.212,500 for purchase of tyres revealed that the transport officer requested for the tyres vide an internal memo, participated in the inspection and acceptance committee and received the tyres vide counter receipt compromising on internal control checks contrary to Section 45(4) of public procurement and disposal Act 2015.

In the circumstances, the motor vehicles repair expenditure of Kshs.1,741,700 as at 30 June 2017 was irregular.

### 8.10 Other Current Transfers, Grant & Subsidiaries

During the financial year under review, Kshs.15,000,000 was spent on other current transfers, grant & subsidiaries which included Kshs.6,076,000 and Kshs.670,000 for supply of emergency food and materials and on acquisition of furniture respectively both totaling to Kshs.6,746,000. However, no documents were made available to show how the suppliers were sourced and whether the procurement process was adhered to. Further, no asset register was made available to ascertain that the assets were taken on charge.

In the circumstances, it was not possible to ascertain that the Executive got value for money in the Kshs.6,746,000 expenditure as at 30 June 2017.

### 8.11 Fuel, Oils and Lubricants

During the financial year under review, the County Executive spent Kshs.44,435,289 on fuel oil and lubricants which included Kshs.6,490,010 spent

by all sectors on fuel. However, records such as detail orders, fuel registers and work tickets to account for fuel consumed were not provided for audit verification:

Consequently, the propriety of the expenditure of Kshs.6,490,010 incurred on purchase of fuel could not be confirmed.

## **9.0 Irregular Reallocation of Funds**

Note 6 to the financial statements reflects a figure of Kshs.25,899,404 for the overhaul and refurbishment of construction and civil works, which included Kshs.13,989,954 incurred on water tracking and repair of water bowser which is not related to overhaul and refurbishment of construction and civil works. No documents authorizing the reallocation as required by the Public Finance Management Act 2012, were made available for audit review.

In the circumstances, the Executive was in breach of the Public Finance Management Act, 2012 casting doubt on the validity of the expenditure of Kshs.13,989,954.

## **10.0 Project Implementation and Management**

### **10.1 Construction and Civil Works**

**10.1.1** Note 9 of the financial statements reflect a balance of Kshs.430,062,965 for construction and civil works as at 30 June 2017. However, records made available for audit revealed that the County Executive spent Kshs.137,088,978 to undertake projects on construction and civil works during the year under review resulting into ~~an unexplained and unreconciled variance of Kshs.292,973,978.~~ Further, review of the procurement of the construction services revealed that quotation method of procurement was used even in cases where the value of works and goods and services were above Kshs.4,000,000 and Kshs.2,000,000 thresholds allowed by legal notice no. 106 of 18 June 2013.

In the circumstances, the propriety of the expenditure of Kshs.137,088,978 spent on the projects during the year could not be confirmed.

**10.1.2** In addition, review of documents made available for audit review showed that the County Executive paid Kshs.6,987,200 for drilling and equipping of boreholes at Goda Bulesa and Modogashe. However, during physical verification the boreholes could not be traced. No explanation was provided for payment of works which had not been done or supplied. In the circumstance, the propriety and value for money for the expenditure of Kshs.6,987,200 could not be confirmed

### **10.2 Construction of Buildings**

**10.2.1** Note 6 of the financial statements shows that the Executive paid Kshs.125,656,075 for construction of buildings. Review of documents made available for audit scrutiny showed that the County Executive paid Kshs.2,589,892

for construction of ECD classes in Goda and Gubatu primary schools, however, windows of the class in Goda was made of timber instead of metal and the classroom was not branded.

**10.2.2** Further, the County Executive paid Kshs.6,113,432 for construction of dispensaries at Ngaremara and Kiwanjani AP camp. However, physical verification revealed incomplete works and the contractors were not on site. Therefore, the project had stalled.

**10.2.3** Included in the amount of Kshs.6,113,432 was Kshs.4,098,245 paid for construction of Goda Dispensary. However, several works such as placenta pit, storage tank, drainage works, plumbing works, painting and electrical works valued at Kshs.344,900 though included in the payment were not completed. In the circumstances, the propriety of the Kshs.8,703,324 could not be confirmed.

#### **10.2.4 Purchase of Certified Seeds**

During the year under review, the County Executive spent Kshs.3,500,000 on purchase of certified seeds. However, stores records showing issuance of the seeds were not provided for audit verification. Further, no report was presented showing whether the responsible department conducted tests to ascertain viability and quality of the seeds suitability for the soils before procurement was done.

In consequence, the propriety and value for money for the expenditure of Kshs.3,500,000 could not be confirmed.

#### **10.2.5 Emergency Relief and Refugee Assistance**

Note 8 to the financial statements reflects an Emergency Relief and Refugee Assistance expenditure of Kshs.113,829,611 as at 30 June 2017. However, review of the records made available showed that payment for distribution of food amounting to Kshs.37,565,000 were not supported and the list of recipient signatures and their finger prints appeared to be similar.

In the circumstances, it has not been possible to ascertain that the relief food worth Kshs.37,565,000 reached the intended recipients.

### **10.3 Governor's Construction Projects**

During the financial year under review, the Office of the Governor spent Kshs.16,704,795 for purchase of assets, renovation of Governor's private office and supply of emergency materials. However, although records showed that assets worth Kshs.1,980,000 and emergency building material worth Kshs.6,500,000 were procured, records showing how they were procured, receipted and issued out were not made available for audit review.

Further, Kshs.1,750,000 was spent on renovation of Governors private offices in Isiolo. However, the expenditure could not be justified as the Governor had an official office at the County Assembly building. Further, it was not explained why the County Executive decided to use public funds to refurbish a private office for the Governor.

In addition, the Executive spent Kshs.3,024,795 on construction of tyres store. However, quotations and evaluation committee minutes were not provided for audit verification. Further, during physical verification, the tyre store could not be identified or seen.

In the circumstances, the propriety of the expenditure of Kshs.16,704,795 spent on the projects under the office of the Governor could not be confirmed.

## **Other Matter**

### **1.0 Budgetary Control and Performance**

The County Government had a total approved budget of Kshs.3,746,421,481 comprising of Kshs.2,316,966,387 and Kshs1,429,455,094 for recurrent and development expenditure respectively.

However, this budget included Kshs.377,924,581 and Kshs.207,724,584 for the Assembly recurrent and development expenditure respectively both totaling to Kshs.585,649,165 which were accounted for separately in the County Assembly's financial statements as at 30 June 2017.

The balance of Kshs.3,160,772,316 was the County Executive's budget which comprised of Kshs.1,939,041,806(61%) for the recurrent vote and Kshs.1,221,730,510 (39%) for development vote. The spending units were the Office of the Governor and eleven Executive departments.

### **2.0 Revenue**

The revenue estimates presented for audit indicated that the County Executive targeted to collect Kshs.250,000,000 from the Local revenue sources in the financial year under review to supplement the national share of revenue of Kshs.3,298,073,210. However, only Kshs.89,160,478 was collected which was 36 per cent of the targeted annual local revenue resulting to a short fall of Kshs.160,839,522.00.

The Executive therefore, appeared not to have instituted proper revenue collection mechanisms and the revenue short fall of Kshs.160,839,522.00 translates to denial of an equivalent value of promised and expected services to the residents of Isiolo County.

Further, included in the Kshs.3,298,073,210 exchequer receipts as at 30 June 2017 were receipts totaling Kshs.527,691,712 or 16% of the budget which were received between 30 May and 14 June 2017 and which could not have been



utilized before the close of the financial year on 30 June 2017 considering the lengthy public procurement procedures applicable.

In addition, analytical review of revenue collection by the Isiolo County Executive since inception revealed a declining trend in revenue collected by the Executive as follows:

Financial Year	Revenue Collected (Kshs)	Previous Years Collection (Kshs)	Amount Declined (Kshs)	Percentage of Revenue Declined (%)
2013/2014	147,409,300	Base Year	-	-
2014/2015	132,211,591	147,409,300	15,197,709	10.3
2015/2016	116,026,800	132,211,591	16,184,791	12.2
2016/2017	89,160,478	116,026,800	26,866,322	23.2

Continuous decline in revenue collection could result in the County not being able to meet the approved County Integrated Development Plan and fully meet budget targets for effective delivery of services to residents of Isiolo County.

Further, the County Executive operated a Consolidated Bank account number 10111203000081 for Revenue (Kenya Shilling). An analysis of the account revealed that Kshs.34,383,869 was paid directly from the revenue account to different companies due to court orders against the County Executive contrary to Section 63 (4), (7) and 80 of the Public Finance Management (County Government) Regulations 2015 which require that no money should be paid or used before banking to County Exchequer Account. The payments were made as follows;

	Civil Suit No.	Applicant	Order Date	Amount Awarded	Payments Date	Amount Paid (Kshs.)
1	2 of 2016	Omina Building Contractors Ltd	19-08-16	14,643,869	07-02-17	14,643,869
2	7 of 2017	Isiolo Mwangaza Construction Co.	18-05-16	21,538,616	Various	18,740,000
3		C/O Kiautha Arithi Advocates			22-05-17	1,000,000
		<b>Total</b>		<b>36,182,616</b>		<b>34,383,869</b>

A review of revenue report made available for audit review showed that the Executive did not collect any revenue from liquor license during the year under review. It was explained that the Liquor Licensing Board did not meet during the year to approve liquor licenses. Review of the budget for the year under review showed that the Executive budgeted to collect Kshs.3,000,000. Therefore, the Executive may have lost Kshs.3,000,000 due to non collection of liquor license. No explanation was provided on failure by the Board to meet and approve licenses during the year.

### **1.1 Failure to Comply with Public Finance Management Act 2012**

During the financial year, the County Executive did not prepare, publish and publicize quarterly cash flows reports that were supported by approved procurement plan as required by Section 43 (3),(4),(6) of the Public Finance Management Act 2012. In the circumstance the County Executive contravened provisions of Section 43 (3),(4),(6) of the Public Finance Management Act 2012.

### **1.2 Failure to Comply with Public Procurement and Assets Disposal Act 2015**

During the financial year, the County Executive did not prepare, publish and publicize all contract awards and submit them to Public Procurement Regulatory Authority. Further, monthly progress report of all procurement contracts prepared and submitted to the accounting officer were not provided for audit review. In addition, a report to Public Procurement Regulatory Authority on preferences and reservations indicating compliance with Section 157 of the Public Procurement and Assets Disposal Act 2015 containing disintegrated data indicating the number of youth, women and persons with disability whose goods and services have been procured by the Executive was also not availed for audit review.

### **1.3 Non Establishment of Audit Committees**

As at 30 June 2017, the County Executive had not established an audit committee as required by Section 42(1) (e) of Public Finance Management (County Government) Regulation 2015 and guidelines required by gazette notice number 2690 of 15 April, 2016 on audit committee, guidelines for County Government.

In the circumstances, the County Executive contravened provisions of Section 42(1) (e) of Public Finance Management (County Government) Regulation 2015. Also, it was not possible to confirm that the Executive had established effective internal control mechanism.

### **1.4 IT Systems**

Review of the Executive's ICT environment revealed that there was no formal approved ICT policy in place as at 30 June 2017. The policy would have included data security and disaster recovery plans. Further, the ICT organization structure was not provided for audit review.

In the circumstances, the security and reliability of the County Executive's data including the management information system could not be confirmed.

## **5.0 Unresolved Prior Year Audit Matters**

A number of prior year audit matters (2015/2016 Audit Report) have not been resolved as at 30 June 2017.

### **Key Audit Matters**

Key audit matters are those matters that in my professional judgment, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Adverse Opinion and Other Matter sections, I have determined that there are no other Key Audit Matters to communicate in our report.

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

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

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

In preparing the financial statements, management is responsible for assessing the County Executive's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the management either intends to cease operations.

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

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

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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due

to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution of Kenya. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the County Executive's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Executive ability to continue offering services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Executive to cease to continue offering services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



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

**Nairobi**

**16 July 2018**

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year ended June 30, 2017 (Ksh.)**

<b>I. STATEMENT OF RECEIPTS AND PAYMENTS</b>			
	<b>Note</b>	<b>2016-2017 Ksh.</b>	<b>2015-2016 Ksh.</b>
<b>RECEIPTS</b>			
Tax Revenues	<b>1</b>	89,160,479	116,026,800
Proceeds from Domestic and Foreign Grants	<b>2</b>	26,232,373	16,698,052
Transfers from National Government	<b>3</b>	3,298,073,210	3,056,565,534
Transfers from Other Government Entities	<b>4</b>	118,004,957	60,888,725
<b>TOTAL REVENUES</b>		<b><u>3,531,471,019</u></b>	<b><u>3,250,179,111</u></b>
<b>PAYMENTS</b>			
Compensation of Employees	<b>5</b>	1,240,928,126	1,240,264,613
Use of goods and services	<b>6</b>	501,576,268	485,966,835
Transfer to Other Government Entities	<b>7</b>	571,377,597	410,120,640
Other Grants and Transfers	<b>8</b>	280,328,843	222,982,247
Acquisition of Assets	<b>9</b>	942,081,813	871,132,826
<b>TOTAL PAYMENTS</b>		<b><u>3,536,287,647</u></b>	<b><u>3,230,467,161</u></b>
<b>SURPLUS / DEFICIT</b>		<b><u>(4,816,628)</u></b>	<b><u>19,711,950</u></b>

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 15<sup>th</sup> September 2017 and signed

by:



Chief Finance Officer



Head of Treasury Accounting

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year Ended June 30, 2017 (Ksh.)****II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES**

<u>FINANCIAL ASSETS</u>	NOTE	2016/2017	2015/2016
<b>Cash and Cash Equivalents</b>		<b>Ksh.</b>	<b>Ksh.</b>
Bank Balances	10A	19,694,894	49,075,022
Cash Balances	10B	-	-
<b>Total Cash &amp; Cash Equivalents</b>		<b>19,694,894</b>	<b>49,075,022</b>
Accounts Receivable - Imprests		24,563,500	-
<b>TOTAL FINANCIAL ASSETS</b>		<b><u>44,258,394</u></b>	<b><u>49,075,022</u></b>
<u>FINANCIAL LIABILITIES</u>			
Accounts Payables – Deposits and Retentions		-	-
<u>NET FINANCIAL ASSETS</u>			
<b>REPRESENTED BY</b>			
Fund balance B/fwd		<b>49,075,022</b>	<b>30,899,006</b>
Surplus/Deficit for the year		<b>(4,816,628)</b>	<b>19,711,950</b>
Prior year Adjustments		-	<b>(1,535,934)</b>
<b>NET FINANCIAL POSITION</b>		<b><u>44,258,394</u></b>	<b><u>49,075,022</u></b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 15<sup>th</sup> September 2017 and signed by:

  
\_\_\_\_\_  
Chief Officer Finance  
\_\_\_\_\_  
Head of Treasury Accounting

### III. STATEMENT OF CASHFLOW

	Notes	2016-2017	2015-2016
		Ksh.	Ksh
<b><u>CASHFLOW FROM OPERATING ACTIVITIES</u></b>			
<b>Receipts for operating income</b>			
Tax Revenues	1	89,160,479	116,026,800
Proceeds from Domestic and Foreign Grants	2	26,232,373	16,698,052
Transfers from National Government	3	3,298,073,210	3,056,565,534
Transfers from Other Government Entities	4	118,004,957	60,888,725
		<b><u>3,531,471,019</u></b>	<b><u>3,250,179,111</u></b>
<b>Payments for operating expenses</b>			
Compensation of Employees	5	1,240,928,126	1,240,264,613
Use of goods and services	6	501,576,268	485,966,835
Transfers to Other Government Entities	7	571,377,597	410,120,640
Other grants and transfers	8	280,328,843	222,982,247
		<b><u>2,594,205,834</u></b>	<b><u>2,359,334,335</u></b>
<b>Adjusted for:</b>			
Adjustments during the year			
<b>Net cash flow from operating activities</b>		<b><u>937,265,185</u></b>	<b><u>890,844,776</u></b>
<b><u>CASHFLOW FROM INVESTING ACTIVITIES</u></b>			
Proceeds from Sale of Assets		-	-
Acquisition of Assets	9	(942,081,813)	(871,132,826)
<b>Net cash flows from Investing Activities</b>		<b><u>(942,081,813)</u></b>	<b><u>(871,132,826)</u></b>
<b><u>CASHFLOW FROM BORROWING ACTIVITIES</u></b>			
Proceeds from Domestic Borrowings		-	-
Proceeds from Foreign Borrowings		-	-
Repayment of principal on Domestic and Foreign borrowing		-	-
<b>Net cash flow from financing activities</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(4,816,628)</b>	<b>19,711,950</b>
<b>Cash and Cash Equivalent at BEGINNING of the year</b>		<b>49,075,022</b>	<b>29,363,072</b>
<b>Cash and cash Equivalent at END of the year</b>	10	<b><u>44,258,394</u></b>	<b><u>49,075,022</u></b>



# **ISIOLO COUNTY GOVERNMENT**

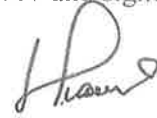
## **Reports and Financial Statements**

### **For the Financial Year Ended June 30, 2017 (Ksh.)**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 15<sup>th</sup> September 2017 and signed by:



Chief Officer Finance



Head of Treasury Accounting

# Reports and Financial Statements

For the Financial Year ended June 30, 2017 (Ksh.)

## IV. SUMMARY OF STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

SE	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 %
	<b>RECEIPTS</b>						
11	Tax Receipts	260,000,000	(49,500,000)	210,500,000	89,160,479	(121,339,521)	0.42
12	Social Security Contributions	-	-	-	-	-	
13	Proceeds from Domestic and Foreign Grants	-	-	-	-	-	
9910301	Exchequer releases	2,752,424,045	-	2,752,424,045	2,743,073,210	(9,350,835)	1.00
133	Transfers from Other Government Entities	198,348,271	-	198,348,271	144,009,723	(54,338,548)	0.73
51	Proceeds from Domestic Borrowings	-	-	-	-	-	
131&132	Proceeds from Foreign Borrowings	-	-	-	-	-	
35&45	Proceeds from Sale of Assets	-	-	-	-	-	
454	Reimbursements and Refunds	-	-	-	-	-	
455	Returns of Equity Holdings	-	-	-	-	-	
14	Other Receipts - Unspent Money c/f	-	-	-	33,803,607	-	
	<b>TOTAL RECEIPTS</b>	<b>3,210,772,316</b>	<b>(49,500,000)</b>	<b>3,161,272,316</b>	<b>3,010,047,019</b>	<b>(185,028,904)</b>	<b>0.94</b>

ports and Financial Statements

For the Financial Year Ended June 30, 2017 (Ksh.)

21	Compensation of Employees	1,167,681,524	50,643,756	1,218,325,280	1,240,928,126	22,375,239	1.02
22	Use of goods and services	598,917,606	28,138,895	627,056,501	501,571,268	(125,485,233)	0.80
24	Interest payments	-	-	-	-	-	
25	Subsidies	52,956,246	65,458,902	118,415,148	113,829,611	(4,585,537)	
263	Transfers to Other Government Units	26,232,373	868,724	27,101,097	16,377,597	(10,723,500)	
261/2/4	Other grants and transfers	56,000,000	(9,030,000)	46,970,000	38,765,462	(8,204,538)	0.83
27	Social Security Benefits	53,543,704	-	53,543,704	50,107,810	(3,435,894)	
30&40	Acquisition of Assets	1,220,440,863	(185,580,277)	1,034,860,586	942,081,813	(92,778,773)	0.91
55	Repayment of principal on Domestic and Foreign borrowing	-	-	-	-	-	
28	Scholarships and other Educational Benefits	35,000,000	-	35,000,000	62,625,960	(5,950,040)	
<b>Grand Total</b>	<b>TOTAL PAYMENTS</b>	<b>3,210,772,316</b>	<b>(49,500,000)</b>	<b>3,161,272,316</b>	<b>2,956,700,732</b>	<b>(228,788,276)</b>	<b>0.93</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 15<sup>th</sup> September 2017 and signed by:

Chief Finance Officer

Head of Treasury Accounting

# Reports and Financial Statements

For the Financial Year Ended June 30, 2017 (Ksh.)

## V. SUMMARY OF APPROPRIATION RECURRENT

Code	Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
11	Tax Receipts	157,623,149	52,876,851	210,500,000	89,160,479	(121,339,521)	0.42
12	Social Security Contributions					-	
13	Proceeds from Domestic and Foreign Grants					-	
9910301	Exchequer releases	1,702,845,463	-	1,702,845,463	1,694,650,159	(8,195,304)	1.00
133	Transfers from Other Government Entities	25,696,343	-	25,696,343	67,102,476	41,406,133	2.61
51	Proceeds from Domestic Borrowings						
131&132	Proceeds from Foreign Borrowings						
35&45	Proceeds from Sale of Assets						
454	Reimbursements and Refunds						
455	Returns of Equity Holdings						
14	Other Receipts - Unspent Money c/f	-	33,803,607	33,803,607	33,803,607	-	1.00
	<b>TOTAL RECEIPTS</b>	<b>1,886,164,955</b>	<b>86,680,458</b>	<b>1,972,845,413</b>	<b>1,884,716,721</b>	<b>(88,128,692)</b>	<b>0.96</b>
	<b>PAYMENTS</b>						
21	Compensation of Employees	1,167,681,524	50,871,363	1,218,552,887	1,240,928,126	22,375,239	1.02
22	Use of goods and services	583,917,606	22,138,895	606,056,501	482,533,510	(123,522,991)	0.80
24	Interest payments	-		-	-	-	
25	Emergency Relief and Refugee Assistance	2,000,000	-	2,000,000	1,988,611	(11,389)	0.99
263	Transfers to Other Government Units	-	-	-		-	

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

261/2/4	Other grants and transfers	5,000,000	-	5,000,000	4,959,775	(40,225)	0.99
27	Social Security Benefits	53,543,704	-	53,543,704	50,107,810	(3,435,894)	0.94
30&40	Acquisition of Assets	39,022,121	19,905,800	19,116,321	23,934,500	4,818,179	1.25
55	Repayment of principal on Domestic and Foreign borrowing	-	-	-	-	-	
28	Scholarships and other Educational Benefits	35,000,000	33,576,000	68,576,000	62,625,960	(5,950,040)	0.91
	<b>TOTAL PAYMENTS</b>	<b>1,886,164,955</b>	<b>86,680,458</b>	<b>1,972,845,413</b>	<b>1,867,078,292</b>	<b>(105,767,121)</b>	<b>0.95</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The financial statements were approved on 15<sup>th</sup> September 2017 and signed by:

  
Chief Officer - Finance

  
Head of Treasury Accounting

## Reports and Financial Statements

For the Financial Year Ended June 30, 2017 (Ksh.)

## VI. SUMMARY OF STATEMENT OF APPROPRIATION DEVELOPMENT

Code	Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
11	Tax Receipts	102,376,851	(102,376,851.00)	-	-	-	
12	Social Security Contributions	-	-	-	-	-	-
13	Proceeds from Domestic and Foreign Grants					-	
9910301	Exchequer releases	1,049,578,582	-	1,049,578,582	1,048,423,051	1,155,531	1.00
133	Transfers from Other Government Entities	172,651,928	-	172,651,928	76,907,247	95,744,681	0.45
51	Proceeds from Domestic Borrowings						
131&132	Proceeds from Foreign Borrowings						
35&45	Proceeds from Sale of Assets						
454	Reimbursements and Refunds						
455	Returns of Equity Holdings						
14	Other Receipts - Unspent Money Refund County Assembly						
	<b>TOTAL RECEIPTS</b>	1,324,607,361	(102,376,851)	1,222,230,510	1,125,330,298	96,900,212	0.92
21	Compensation of Employees	-	-	-			
22	Use of goods and services	15,000,000	6,000,000	21,000,000	19,037,758	1,962,242	0.91
24	Interest payments	-		-		-	
25	Emergency Relief and Refugee Assistance	50,956,246	65,458,902	116,415,148	111,841,000	4,574,148	0.96

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

263	Transfers to Other Government Units	26,232,373	868,724	27,101,097	16,377,597	10,723,500	0.60
261/2/4	Other grants and transfers	51,000,000	9,030,000	41,970,000	33,805,687	8,164,313	0.81
27	Social Security Benefits	-	-	-	-	-	-
30&40	Acquisition of Assets	1,181,418,742	165,674,477	1,015,744,265	918,147,313	97,596,952	0.90
55	Repayment of principal on Domestic and Foreign borrowing	-	-	-	-	-	-
28	Scholarships and other Educational Benefits	-	-	-	-	-	-
	<b>TOTAL PAYMENTS</b>	<b>1,324,607,361</b>	<b>(102,376,851)</b>	<b>1,222,230,510</b>	<b>1,099,209,355</b>	<b>123,021,155</b>	<b>0.90</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The financial statements were approved on 15<sup>th</sup> September 2017 and signed by:

Chief Officer - Finance

Head of Treasury Accounting

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year ended June 30, 2017 (Ksh.)**

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### **VII. SIGNIFICANT ACCOUNTING POLICIES**

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

#### **1. Statement of compliance and basis of preparation**

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. 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. 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.

#### **2. Recognition of revenue and expenses**

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

#### **3. In-kind contributions**

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



# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

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### **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.

### **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 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. Budget**

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

### **7. Comparative figures**

The comparative figures for previous year FY 2015/2016 are provided

### **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, 2017.

**ISIOLO COUNTY GOVERNMENT**

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

**VIII. NOTES TO FINANCIAL STATEMENT**

**1 TAX RECEIPTS**

			<b>Ksh.</b>	<b>Ksh.</b>
<b>Local Revenue Sources</b>			<b>2016-2017</b>	<b>2015-2016</b>
Taxes on Property			54,968,582	13,888,429
Taxes on Goods and Services			34,191,897	102,138,371
<b>Total</b>			<b>89,160,479</b>	<b>116,026,800</b>

**2 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS**

<b>Name of Donor</b>	<b>Date received</b>	<b>Amount in foreign currency</b>	<b>2016-2017</b>	<b>2015-2016</b>
<b>Grants Received from Bilateral Donors (Foreign Governments)</b>			<b>Ksh</b>	<b>Ksh</b>
DANIDA Funds	04/05/2017		3,985,000	7,970,000
World Bank	03/04/2017		22,247,373	8,728,052
<b>Total</b>			<b>26,232,373</b>	<b>16,698,052</b>

**3 TRANSFER FROM NATIONAL GOVERNMENT (EXCHEQUER RELEASES)**

<b>Description and reference of the transfer</b>	<b>Date of transfer</b>	<b>2016- 2017</b>	<b>2015 - 2016</b>
		<b>Ksh</b>	<b>Ksh</b>
1st quarter transfer		824,518,303	519,616,141
2nd quarter transfer		841,008,669	764,141,383
3rd quarter transfer		824,518,303	779,424,212
4th quarter transfer		808,027,935	993,383,798
<b>Total</b>		<b>3,298,073,210</b>	<b>3,056,565,534</b>

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year Ended June 30, 2017 (Ksh.)****4 TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description			2016 - 2017	2015 - 2016
			Ksh	Ksh
Fuel Levy Fund			50,674,873	38,828,547
Free Maternity Fund			20,235,000	18,720,000
Forgone User Fees			3,514,476	3,340,178
Health Workers Remuneration			43,353,000	-
Refund of Unspent Balances (FY 2015/16) by County Assembly			227,608	-
<b>TOTAL</b>			<b>118,004,957</b>	<b>60,888,725</b>

*The amounts above have been reconciled with the sending Government entity.*

**5 COMPENSATION OF EMPLOYEES**

	2016-2017	2015 - 2016
	Ksh	Ksh
Basic salaries of permanent employees	849,890,445	815,241,756
Basic wages of temporary employees	57,303,969	18,464,200
Personal allowances paid as part of salary	328,537,715	403,351,215
Pension and other social security contributions	5,195,997	3,207,442
<b>Total</b>	<b>1,240,928,126</b>	<b>1,240,264,613</b>

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

### **6 USE OF GOODS AND SERVICES**

			<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Ksh</b>	<b>Ksh</b>
Utilities, supplies and services			12,123,313	9,852,040
Communication, supplies and services			8,154,788	9,999,653
Domestic travel and subsistence			77,652,346	68,737,308
Foreign travel and subsistence			19,147,645	20,471,355
Printing, advertising and information supplies & services			27,405,008	18,145,497
Rentals of produced assets			26,989,000	30,363,675
Training expenses			15,352,402	11,260,710
Hospitality supplies and services			48,654,558	47,611,787
Insurance costs			1,773,198	1,864,168
Specialized materials and services			120,513,172	126,373,329
Office and General Supplies and Services			18,610,365	14,499,429
Fuel Oil and Lubricants			44,435,289	45,823,564
Other operating expenses			52,210,921	52,458,247
Routine maintenance – vehicles and other transport equipment			21,531,108	20,046,693
Routine maintenance – other assets			7,023,155	8,459,380
<b>Total</b>			<b>501,576,268</b>	<b>485,966,835</b>

### **7 TRANSFER TO OTHER GOVERNMENT ENTITIES**

<b>Description</b>			<b>2016 - 2017</b>	<b>2015 - 2016</b>
<b>Transfers to County Government Entities</b>			<b>Ksh</b>	<b>Ksh</b>
Transfer to County Assembly			555,000,000	403,000,000
<b>Transfers of DANIDA and RBF Funds to Health Facilities</b>				
APU Dispensary			838,659	110,000
Eremet Dispensary			786,138	110,000
GK Prison Dispensary			793,296	110,000

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

Kipsing Dispensary			498,602	110,000
Kinna Health Centre			1,296,044	450,000
Oldonyiro Dispensary			504,174	110,000
Sericho Health Centre			1,005,184	450,000
Samburu Complex Dispensary			402,035	110,000
Eldera Dispensary			392,650	110,000
Barambate Dispensary			403,918	110,000
Boji Dispensary			381,565	110,000
Merti Health Centre			1,099,349	450,000
CHMCT - Department of Health			2,546,712	3,350,640
Kulamawe Dispensary			529,740	110,000
Basa Dispensary			417,549	110,000
Bisan Biliqo Dispensary			350,825	110,000
Bulesa Dispensary			468,325	110,000
Korbesa Dispensary			433,816	110,000
Malka Galla Dispensary			374,241	110,000
Badana Dispensary			361,353	110,000
Gafarsa Dispensary			425,842	110,000
Iresaboru Dispensary			473,072	110,000
Malkadaka Dispensary			386,824	110,000
Modogashe Dispensary			480,062	110,000
Muchuro Dispensary			360,773	110,000
Rapsu Dispensary			366,849	110,000
<b>TOTAL</b>			<b>571,377,597</b>	<b>410,120,640</b>

## **8 OTHER GRANTS AND OTHER PAYMENTS**

**2016 - 2017**

**2015 - 2016**

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

### **8 OTHER GRANTS AND OTHER PAYMENTS**

	<b>2016 - 2017</b>	<b>2015 - 2016</b>
	<b>Ksh</b>	<b>Ksh</b>
Scholarships and other Educational Benefits	62,625,960	1,424,000
Emergency relief and refugee assistance	113,829,611	112,096,200
Other current transfers, grants and subsidies	15,000,000	22,698,600
Other capital Grants and Transfers	38,765,422	55,506,172
Government Pensions and Retirement Benefits	50,107,810	31,257,275
<b>Total</b>	<b>280,328,843</b>	<b>222,982,247</b>

### **9 ACQUISITION OF ASSETS**

	<b>2016 - 2017</b>	<b>2015 - 2016</b>
<b>Non Financial Assets</b>	<b>Ksh</b>	<b>Ksh</b>
Construction of Buildings	125,656,075	56,596,208
Refurbishment of Buildings	4,547,060	904,800
Construction of Roads	147,923,448	188,029,365
Construction and Civil Works	430,062,965	276,549,806
Overhaul and Refurbishment of Construction and Civil Works	25,899,404	-
Purchase of Vehicles and Other Transport Equipment	7,000,000	2,048,360
Overhaul of Vehicles and Other Transport Equipment	1,000,000	2,562,360
Purchase of Household Furniture and Institutional Equipment	100,000	-
Purchase of Office Furniture and General Equipment	15,834,500	11,884,534
Purchase of Specialized Plant, Equipment and Machinery	66,182,278	49,045,039
Rehabilitation and Renovation of Plant, Machinery and Equip.	800,000	2,807,082
Purchase of Certified Seeds, Breeding Stock and Live Animals	3,500,000	20,337,567
Research, Studies, Project Preparation, Design & Supervision	112,655,367	172,891,848
Rehabilitation of Civil Works	920,716	87,475,857
<b>Total</b>	<b>942,081,813</b>	<b>871,132,826</b>

**ISIOLO COUNTY GOVERNMENT**

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

**10 CASH AND CASH EQUIVALENT**

**A Bank Accounts**

Name of Bank, Account No. & currency	Amount in foreign currency	Exchange rate	2016 - 2017	2015 - 2016
			<b>Ksh</b>	<b>Ksh</b>
COUNTY REVENUE FUND - CBK 1000171715			1,590,193	9,684,991
COUNTY RECURRENT ACCOUNT CBK 1000171405			167,616	5,414
COUNTY DEVELOPMENT ACCOUNT - CBK 1000171367			349,775	270,964
COUNTY HEALTH SERVICES ACCOUNT- CBK 1000270721			2,710,857	-
COUNTY FUEL LEVY ACCOUNT CBK 1000293427			794,494	-
REVENUE ACCOUNT CONSOLIDATED 10111203000081			647,404	5,142,772
REVENUE US\$ ACCOUNT CONSOLIDATED 10112200000004	72,298.54	103.50	7,482,899	-
IMPREST ACCOUNT -KCB A/C 1140761072			1,616	394,881
BURSARY FUND ACCOUNT - KCB A/C 1182179509			5,950,040	33,576,000
<b>Total Cash and Bank Balances</b>			<b>19,694,894</b>	<b>49,075,022</b>

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year Ended June 30, 2017 (Ksh.)**

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**11 ACCOUNTS RECEIVABLE**

			<b>2016 - 2017</b>	<b>2015 - 2016</b>
Outstanding Imprests			24,463,500	1,535,934
Total			<b><u>24,463,500</u></b>	<b><u>1,535,934</u></b>



**ISIOLO COUNTY GOVERNMENT**

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

**ANNEXURE I**

**ACCOUNT PAYABLES (PENDING BILLS)**

	Supplier of Goods or Services	Original Amount	Sector	Date Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
		a		b	c			<b>Project Status</b>
	<b>Construction of Buildings</b>							
1	Absher Limited	4,035,002			-	4,035,002	-	Complete
2	Amare Construction Co. Ltd	1,214,869			-	1,214,869	-	Complete
3	Basra Building And Contractors	3,831,500			-	3,831,500	-	Complete
4	Dertuu Construction Co. Ltd	4,194,148			-	4,194,148	-	Complete
5	Eathlink Solar Ltd	2,417,080			-	2,417,080	-	Complete
6	Faraj Investment Limited	1,200,171			-	1,200,171	-	Complete
7	Florin Agencies	1,197,607			-	1,197,607	-	Complete
8	Joysam Transporters & Con. Co.	1,195,230			-	1,195,230	-	Complete
9	Malows Construction	1,200,000			-	1,200,000	-	Complete
10	Ngelemian Co. Ltd	1,198,257			-	1,198,257	-	Complete
11	Wenyenji Contractors	2,999,999			-	2,999,999	-	Complete
12	Zeerr Contractors Limited	4,193,365			-	4,193,365	-	Complete
	<b>Sub-Total</b>	<b>28,877,228</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>28,877,228</b>		
	<b>Construction Of Civil Works</b>							
13	Amaana Holding Limited	2,697,598			-	2,697,598		complete
14	Amki Stores Ent.	1,316,832			-	1,316,832		complete
15	Bakalch	4,040,475			-	4,040,475		complete
16	Benwood Enterprises	449,634			-	449,634		complete
17	Dhamballa Buyyo Con. Ltd	4,496,642			-	4,496,642		complete
18	Fagol Limited	2,530,932			-	2,530,932		complete
19	Four Silver Transporters Ltd	3,113,076			-	3,113,076		complete

# ISIOLO COUNTY GOVERNMENT

## Reports and Financial Statements

For the Financial Year Ended June 30, 2017 (Ksh.)

20	Iqra Company Limited	3,374,440			-	3,374,440		complete
21	Jarmartech Ventures Ltd	2,396,980			-	2,396,980		complete
22	Moha Corp Limited	1,226,120			-	1,226,120		complete
23	North Track Co. Ltd	3,300,000			-	3,300,000		complete
24	North Track Co. Ltd	4,290,404			-	4,290,404		complete
25	Noyasu Contractors Limited	475,000			-	475,000		complete
26	Sunspike Construction Co. Ltd	3,459,153			-	3,459,153		complete
27	Sunspike Construction Co. Ltd	650,876			-	650,876		complete
28	Waso Gen Contractors	4,874,902			-	4,874,902		complete
29	Waso Gen Contractors	620,716			-	620,716		complete
	<b>Sub-Total</b>	<b>43,313,780</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>43,313,780</b>		
	<b>Supply of goods</b>							
30	A. O. Okola	196,000			-	196,000		complete
31	A. O. Okola	55,160			-	55,160		complete
32	A. O. Okola	83,000			-	83,000		complete
33	Abluun Enterprises	410,000			-	410,000		complete
34	Al Rahma Investment Limited	648,000			-	648,000		complete
35	Al Zudia General Supplies	800,005			-	800,005		complete
36	Ali Abdullahi Mahad	172,000			-	172,000		complete
37	Ali Abdullahi Mahad	166,500			-	166,500		complete
38	Ali Abdullahi Mahad	827,904			-	827,904		complete
39	Ali Abdullahi Mahad	1,000,000			-	1,000,000		complete
40	Ali Abdullahi Mahad	627,200			-	627,200		complete
41	Ali Abdullahi Mahad	323,400			-	323,400		complete
42	Ali Abdullahi Mahad	492,000			-	492,000		complete
43	Ali Abdullahi Mahad	1,335,000			-	1,335,000		complete
44	Ali Abdullahi Mahad	6,620,000			-	6,620,000		complete
45	Ali Abdullahi Mahad	1,512,000			-	1,512,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

46	Ali Abdullahi Mahad	245,000			-	245,000		complete
47	Ali Abdullahi Mahad	343,000			-	343,000		complete
48	Ansim Company Ltd	1,192,000			-	1,192,000		complete
49	Bemoons Textiles	2,740,000			-	2,740,000		complete
50	CMC Motor Group	1,700,000			-	1,700,000		complete
51	CMC Motors Group Ltd	400,000			-	400,000		complete
52	CMC Motors Group Ltd	759,539			-	759,539		complete
53	CMC Motors Group Ltd	759,539			-	759,539		complete
54	CMC Motors Group Ltd	33,500			-	33,500		complete
55	CMC Motors Group Ltd	49,879			-	49,879		complete
56	Dalatu Investment Limited	382,000			-	382,000		complete
57	Dalatu Investment Limited	2,500,000			-	2,500,000		complete
58	David Kariuki & John K. Maina	395,000			-	395,000		complete
59	David Kariuki & John K. Maina	195,000			-	195,000		complete
60	Donben General Supplies	608,520			-	608,520		complete
61	Donben General Supplies	1,217,000			-	1,217,000		complete
62	Earthlink Solar Limited	70,000			-	70,000		complete
63	Earthlink Solar Limited	200,015			-	200,015		complete
64	Fafachane Construction Co. Ltd	119,000			-	119,000		complete
65	Friends of Nomads Enterprises	49,000			-	49,000		complete
66	Friends of Nomads Enterprises	300,000			-	300,000		complete
67	Fulcayo Group Limited	200,000			-	200,000		complete
68	Gate A Africa	1,420,000			-	1,420,000		complete
69	Gayoo Prime Agencies	540,000			-	540,000		complete
70	Gayoo Prime Agencies	951,000			-	951,000		complete
71	Haista Neurotech Pharmaceutical	1,500,000			-	1,500,000		complete
72	halfatu enterprises limited	150,000			-	150,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

73	Halfatu enterprises limited	175,000			-	175,000		complete
74	Halfatu enterprises limited	135,000			-	135,000		complete
75	Horizon Technology	500,000			-	500,000		complete
76	Incoe Auto Spares	355,000			-	355,000		complete
77	Incoe Auto Spares	830,000			-	830,000		complete
78	Incoe Auto Spares	1,175,000			-	1,175,000		complete
79	Incoe Auto Spares	808,500			-	808,500		complete
80	Iqra Co. Ltd	2,400,500			-	2,400,500		complete
81	Isiolo Highway Motors	53,000			-	53,000		complete
82	Isiolo Highway Motors	739,000			-	739,000		complete
83	Isiolo Highway Motors	117,000			-	117,000		complete
84	Isiolo Highway Motors	312,000			-	312,000		complete
85	Isiolo Office Supplies	405,000			-	405,000		complete
86	Japko General Supplies	350,000			-	350,000		complete
87	Jemax General Supplies	100,000			-	100,000		complete
88	Jemax General Supplies	100,000			-	100,000		complete
89	Jemax General Supplies	50,000			-	50,000		complete
90	Joscar System Solution	80,000			-	80,000		complete
91	Jubalee Enterprises	1,420,000			-	1,420,000		complete
92	Kaayo Builders and Contractors	1,938,000			-	1,938,000		complete
93	Kawadala Enterprises	33,200			-	33,200		complete
94	Kawadala Enterprises	574,000			-	574,000		complete
95	Lajar Investments	500,000			-	500,000		complete
96	Merti general contractors	100,000			-	100,000		complete
97	Merti general contractors	562,000			-	562,000		complete
98	Merti General contractors	30,000			-	30,000		complete
99	Merti General contractors	100,000			-	100,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

100	Merti General contractors	562,000			-	562,000	complete
101	Muncom Enterprises Ltd	7,850,000			-	7,850,000	complete
102	Mushram Contractors & Gen	340,000			-	340,000	complete
103	Mushram Contractors & Gen	205,000			-	205,000	complete
104	Mutindwa Enterprises Ltd	374,720			-	374,720	complete
105	One Stop Logistics International Ltd	314,050			-	314,050	complete
106	One Stop Logistics International Ltd	212,500			-	212,500	complete
107	One Stop Logistics International Ltd	1,814,850			-	1,814,850	complete
108	Pharmtrade Pharmaceutical	1,500,000			-	1,500,000	complete
109	Ruephan Pharmacy	3,500,000			-	3,500,000	complete
110	Ruephan Pharmacy	472,500			-	472,500	complete
111	Sagos Gen. Contractors	1,500,000			-	1,500,000	complete
112	Sambaru Service Station	114,100			-	114,100	complete
113	Sambaru Service Station	23,000			-	23,000	complete
114	Samburu Service Station	80,997			-	80,997	complete
115	Samburu Service Station	498,975			-	498,975	complete
116	Samson Ragira	140,000			-	140,000	complete
117	Shake Enterprises	523,620			-	523,620	complete
118	Sparkiling Images	1,140,000			-	1,140,000	complete
119	Sudah Limited	760,000			-	760,000	complete
120	Sunspike Construction Ltd	2,000,000			-	2,000,000	complete
121	Sysnet Africa Limied	423,000			-	423,000	complete
122	Talent Phamacy	63,675			-	63,675	complete
123	Trojan International Limited	432,000			-	432,000	complete
124	Trojan International Limited	432,000			-	432,000	complete
125	Trojan International Limited	672,000			-	672,000	complete
126	Trojan International Limited	612,288			-	612,288	complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

180	kiyyo General construction	2,453,827			-	2,453,827		complete
181	Abluun enterprises	459,000			-	459,000		complete
182	Travotech Enterprises Ltd	800,000			-	800,000		complete
183	Al zudia distributers	192,000			-	192,000		complete
184	Al zudia distributers	549,000			-	549,000		complete
185	Pharmtrade pharmaceutical ltd	1,268,206			-	1,268,206		complete
186	KEMSA	8,140,689			-	8,140,689		complete
187	Japko General suppliers	1,350,000			-	1,350,000		complete
188	Japko General Suppliers	850,000			-	850,000		complete
189	Japko General Suppliers	510,000			-	510,000		complete
190	Adhi pharmacy	788,460			-	788,460		complete
191	Pharmtrade pharmaceutical ltd	2,484,000			-	2,484,000		complete
192	Haista neurotech pharmceuticals	3,400,000			-	3,400,000		complete
193	A. A. Mahad	768,000			-	768,000		complete
194	Darara investment	395,550			-	395,550		complete
195	Haista Neurotech Pharmceuticals	400,000			-	400,000		complete
196	Haista Neurotech Pharmceuticals	788,460			-	788,460		complete
197	Penta Medical Limited	2,400,000			-	2,400,000		complete
198	Fagol Limited	3,400,000			-	3,400,000		complete
199	Japko General Suppliers	350,000			-	350,000		complete
200	Abaaru Investment Company	340,000			-	340,000		complete
201	CMC Motors Group Ltd	1,132,754			-	1,132,754		complete
202	CMC Motors Group Ltd	856,754			-	856,754		complete
203	KIMU ELECTRICALS SERVICE	609,000			-	609,000		complete
204	Al Zudia General Distributers	730,000			-	730,000		complete
205	Nasmi Investment Ltd	1,010,110			-	1,010,110		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

206	Absher Ltd	4,937,244			-	4,937,244	complete
207	Pharmtrade pharmaceutical Ltd	1,268,206			-	1,268,206	complete
208	Diaco Agencies Ltd	600,000			-	600,000	complete
209	Waso Building Co. Ltd	2,587,624			-	2,587,624	complete
210	Fagol limited	500,000			-	500,000	complete
211	FAIRWAY CO. LTD	500,000			-	500,000	complete
212	Hussein Dairies Ltd	71,245			-	71,245	complete
213	Wanno Construction Co. Ltd	905,000			-	905,000	complete
214	Darara Investment	306,000			-	306,000	complete
215	Pelt Securities Services	435,000			-	435,000	complete
216	FAIRWAY CO. LTD	340,500			-	340,500	complete
217	IQRA Company Ltd	1,600,000			-	1,600,000	complete
218	Isiolo highway Motors	220,000			-	220,000	complete
219	Akarim Construction Ltd	6,971,600			-	6,971,600	complete
220	Miriad Option	1,845,375			-	1,845,375	complete
221	Watruet Consultant Limited	6,000,000			-	6,000,000	complete
222	Anchor Electrical Services	5,400,000			-	5,400,000	complete
223	Caspian Holding Limited	4,600,000			-	4,600,000	complete
224	Benwood Enter	1,197,078			-	1,197,078	complete
225	Shaadia Holdings Ltd	1,228,572			-	1,228,572	complete
226	A A. Mahad	245,000			-	245,000	complete
227	Geomeasure Surveyors	7,480,000			-	7,480,000	complete
228	Geomeasure Surveyors	6,554,910			-	6,554,910	complete
229	Samburu Service Station	490,000			-	490,000	complete
230	Halfatu enterprises It	195,570			-	195,570	complete
231	A PA cover limited	105,513			-	105,513	complete
232	Halfatu enterprises ltd	654,000			-	654,000	complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

233	Habibty Investment	100,970			-	100,970		complete
234	Incoe Auto spares	56,200			-	56,200		complete
235	Halfatu enterpises ltd	515,500			-	515,500		complete
236	Jatim Engineering	141,700			-	141,700		complete
237	Jatim Engineering	159,000			-	159,000		complete
238	Isiolo Highway Motors	117,000			-	117,000		complete
239	A.A.Mahad	343,000			-	343,000		complete
240	Wazu Global	100,000			-	100,000		complete
241	A.A.Mahad	1,012,000			-	1,012,000		complete
242	Gashe Base Store	46,800			-	46,800		complete
243	Isiolo Highway Motors	190,000			-	190,000		complete
244	Apa Insurance	483,958			-	483,958		complete
245	Kawadala Enterprise	500,000			-	500,000		complete
246	Gashe Base Store	504,600			-	504,600		complete
247	Soomal Group Limited	682,000			-	682,000		complete
248	Fagol Limited	874,500			-	874,500		complete
249	Joysam Transporters	80,000			-	80,000		complete
250	Joysam Transporters	210,000			-	210,000		complete
251	Joysam Transporters	80,000			-	80,000		complete
252	Joysam Transporters	600,000			-	600,000		complete
253	Joysam Transporters	210,000			-	210,000		complete
254	Joysam Transporters	600,000			-	600,000		complete
255	Joysam Transporters	210,000			-	210,000		complete
256	Joysam Transporters	600,000			-	600,000		complete
257	Joysam Transporters	80,000			-	80,000		complete
258	Joysam Transporters	600,000			-	600,000		complete
259	Joysam Transporters	140,000			-	140,000		complete



# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

260	Joysam Transporters	280,000			-	280,000		complete
261	Joysam Transporters	210,000			-	210,000		complete
262	Joysam Transporters	280,000			-	280,000		complete
263	Joysam Transporters	210,000			-	210,000		complete
264	Category One Media	800,260			-	800,260		complete
265	Al majid Stores	5,000,000			-	5,000,000		complete
266	Gate A Africa	2,487,500			-	2,487,500		complete
267	Twin County	342,000			-	342,000		complete
268	Metameta Business Park	250,000			-	250,000		complete
269	Fagol Ltd	1,210,000			-	1,210,000		complete
270	Ms Fagol Ltd	189,000			-	189,000		complete
271	Ms Fagol	441,000			-	441,000		complete
272	Nation Media Group Ltd	182,700			-	182,700		complete
273	Nation Media Group Ltd	135,720			-	135,720		complete
274	AL Rahma	122,000			-	122,000		complete
275	Kulsa Ltd	250,000			-	250,000		complete
276	Capacity Enhancement Consultancy Ltd	80,000			-	80,000		complete
277	Sunspike Construction Company Ltd	4,742,000			-	4,742,000		complete
278	Masaal General Agencies	4,500,000			-	4,500,000		complete
279	Masaal General Agencies	1,850,000			-	1,850,000		complete
280	Waso General Contractor Co. Ltd	4,842,091			-	4,842,091		complete
281	Waso General Contractor Co. Ltd	2,974,901			-	2,974,901		complete
282	Kulsa Ltd	600,000			-	600,000		complete
283	Al Rahma Tours	114,000			-	114,000		complete
284	Mayo Investment Limited	3,898,818			-	3,898,818		complete
285	Northern County Limited	3,888,770			-	3,888,770		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

286	Osmoga Enterprises	660,500			-	660,500		complete
287	Dabasiti Contractors co. Ltd	8,965,000			-	8,965,000		complete
288	Dabasiti Contractors Co. Ltd	8,097,000			-	8,097,000		complete
289	Rayan provision stores	7,224,000			-	7,224,000		complete
290	Rayan Provision Stores	8,806,400			-	8,806,400		complete
291	Rayan Provision Stores	8,615,000			-	8,615,000		complete
292	Dabasiti Contractors Co. Ltd	3,825,000			-	3,825,000		complete
293	Rayan Provision Stores	2,745,000			-	2,745,000		complete
294	Dabasiti Contractors Co. Ltd	4,575,000			-	4,575,000		complete
295	Al Majid Stores	4,863,500			-	4,863,500		complete
296	Al Majid Stores	7,075,000			-	7,075,000		complete
297	Al Majid Stores	6,125,000			-	6,125,000		complete
298	Al Majid Stores	11,200,000			-	11,200,000		complete
299	Al Majid Stores	14,205,000			-	14,205,000		complete
300	IsioloTena General Supplies	8,102,000			-	8,102,000		complete
301	IsioloTena General Suppliers	6,610,000			-	6,610,000		complete
302	Choke Construction & Suppliers	8,870,000			-	8,870,000		complete
303	Choke Construction & Suppliers	6,610,000			-	6,610,000		complete
304	Choke Construction & Suppliers	7,915,000			-	7,915,000		complete
305	Choke Construction & Suppliers	6,025,000			-	6,025,000		complete
306	Choke Construction & Suppliers	6,610,000			-	6,610,000		complete
307	Shasac Contractor Ltd	12,300,000			-	12,300,000		complete
308	Medabs Enterprises	10,070,000			-	10,070,000		complete
309	Shamz Enterprises	26,662,000			-	26,662,000		complete
310	Shamsac Contractors Ltd	5,100,000			-	5,100,000		complete
311	Falcon Global Logistic Co. Ltd	8,440,000			-	8,440,000		complete
312	Muncom	7,850,000			-	7,850,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

313	A A. Mahad	3,072,000			-	3,072,000		complete
314	Fishnet Enterprises Ltd	3,611,000			-	3,611,000		complete
315	Fishnet Enterprises Ltd	3,609,000			-	3,609,000		complete
316	Clicks Holdings Ltd	3,387,500			-	3,387,500		complete
317	Nachami Logistics Agency	3,535,000			-	3,535,000		complete
318	Gashe Base stores	4,575,000			-	4,575,000		complete
319	Dakiye General Supplies	2,032,000			-	2,032,000		complete
320	Dakiye General Supplies	3,216,000			-	3,216,000		complete
321	Nagayo Enterprises Ltd	488,000			-	488,000		complete
322	Proctor & Klein	3,565,000			-	3,565,000		complete
323	Dalatu Investment	3,780,000			-	3,780,000		complete
324	Dalatu Investment	4,863,500			-	4,863,500		complete
325	Darara investment ltd	4,200,000			-	4,200,000		complete
326	Dalatu Investment	3,602,500			-	3,602,500		complete
327	Nothern Food Stores	4,800,000			-	4,800,000		complete
328	Waso General Contractors Co. Ltd	4,842,092			-	4,842,092		complete
329	Waso General Contractors Co. Ltd	3,015,907			-	3,015,907		complete
330	Ranaha Investment Co. Ltd	520,000			-	520,000		complete
331	Ranaha Investment Co Ltd	3,500,000			-	3,500,000		complete
332	Ranaha Investment Co. Ltd	3,500,000			-	3,500,000		complete
333	Noyasu construction co. Ltd	2,900,000			-	2,900,000		complete
334	Noyasu Construction Co. Ltd	3,209,000			-	3,209,000		complete
335	Merti General Contractors	225,000			-	225,000		complete
336	Incoe Auto Spares	2,625,000			-	2,625,000		complete
337	Mohamed Ibrahim	80,000			-	80,000		complete
338	Amare Construction Co.	500,000			-	500,000		complete
339	Kithkin Investment	960,000			-	960,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

340	Kithkin Investment	600,000			-	600,000		complete
341	Amare Construction Co.	490,000			-	490,000		complete
342	One Stop Logistic	1,000,000			-	1,000,000		complete
343	Onestop Logistic	560,040			-	560,040		complete
344	Nagayo Enterprises	2,187,000			-	2,187,000		complete
345	Friend of Nomads	225,000			-	225,000		complete
346	Friend of Nomads	300,000			-	300,000		complete
347	Nagayo Enterprises	480,000			-	480,000		complete
348	A. A. Mahad	425,000			-	425,000		complete
349	Razia Investment Co.	775,000			-	775,000		complete
350	Razia Investment Co.	750,000			-	750,000		complete
351	Razia Investment Co.	525,000			-	525,000		complete
352	Shamim Enterprises	1,450,000			-	1,450,000		complete
353	Shamim Enterprises	1,550,000			-	1,550,000		complete
354	Shamz Hotel Ltd	907,500			-	907,500		complete
355	Shamz Hotel Ltd	2,860,000			-	2,860,000		complete
356	Shamz Hotel Ltd	630,000			-	630,000		complete
357	Shamz Hotel Ltd	615,000			-	615,000		complete
358	Shamz Hotel Ltd	1,145,000			-	1,145,000		complete
359	Shamz Hotel Ltd	391,500			-	391,500		complete
360	Shamz Hotel Ltd	185,000			-	185,000		complete
361	Shamz Hotel Ltd	633,000			-	633,000		complete
362	Shamz Hotel Ltd	1,377,000			-	1,377,000		complete
363	Shamz Hotel Ltd	594,000			-	594,000		complete
364	Shamz Hotel Ltd	270,000			-	270,000		complete
365	Shamz Hotel Ltd	374,000			-	374,000		complete
366	Shamz Hotel Ltd	310,000			-	310,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

367	Kilimani Enterprises	800,000			-	800,000		complete
368	Grande Hotel	336,000			-	336,000		complete
369	Grande Hotel	531,600			-	531,600		complete
370	Grande Hotel	507,100			-	507,100		complete
371	Grande Hotel	271,000			-	271,000		complete
372	Grande Hotel	397,800			-	397,800		complete
373	Grande Hotel	494,000			-	494,000		complete
374	Grande Hotel	151,200			-	151,200		complete
375	Grande Hotel	122,400			-	122,400		complete
376	Grande Hotel	353,000			-	353,000		complete
377	Grande Hotel	297,700			-	297,700		complete
378	Grande Hotel	44,400			-	44,400		complete
379	Grande Hotel	585,000			-	585,000		complete
380	Trojan International Ltd	493,000			-	493,000		complete
381	Trojan International Ltd	300,000			-	300,000		complete
382	Trojan International Ltd	720,000			-	720,000		complete
383	Trojan International Ltd	48,000			-	48,000		complete
384	Trojan International Ltd	588,000			-	588,000		complete
385	Samburu Service Station	138,000			-	138,000		complete
386	Samburu Service Station	288,000			-	288,000		complete
387	Samburu service station	498,475			-	498,475		complete
388	Samburu Service Station	588,000			-	588,000		complete
389	Samburu service station	218,040			-	218,040		complete
390	Samburu Service Station	96,800			-	96,800		complete
391	Samburu service station	559,020			-	559,020		complete
392	Samburu Service Station	376,700			-	376,700		complete
393	Samburu Service	559,020			-	559,020		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

394	Samburu Service Station	49,863			-	49,863		complete
395	Samburu Service Station	14,040			-	14,040		complete
396	Samburu Service Station	220,000			-	220,000		complete
397	A A Mahad	147,000			-	147,000		complete
398	A A Mahad	294,000			-	294,000		complete
399	A A Mahad	490,000			-	490,000		complete
400	A A Mahad	237,600			-	237,600		complete
401	A A Mahad	192,000			-	192,000		complete
402	A A Mahad	588,000			-	588,000		complete
403	A A Mahad	435,600			-	435,600		complete
404	A A Mahad	552,000			-	552,000		complete
405	A A Mahad	44,000			-	44,000		complete
406	A A Mahad	188,000			-	188,000		complete
407	A A Mahad	253,000			-	253,000		complete
408	A A Mahad	368,000			-	368,000		complete
409	A A Mahad	588,000			-	588,000		complete
410	A A Mahad	322,000			-	322,000		complete
411	Proflight Ltd	4,404,206			-	4,404,206		complete
412	Nathir Air Travel & Tours Agency	2,350,000			-	2,350,000		complete
413	Nathir Air Travel & Tours Agency	2,206,900			-	2,206,900		complete
414	Nathir Air Travel & Tours Agency	1,998,780			-	1,998,780		complete
415	Nathir Air Travel & Tours Agency	1,574,100			-	1,574,100		complete
416	Nathir Air Travel & Tours Agency	879,815			-	879,815		complete
417	Angaff Radio	400,000			-	400,000		complete
418	Jayyidea Enterprises	237,000			-	237,000		complete
419	Jayyidea Enterprises	1,250,000			-	1,250,000		complete
420	Sparkling Images	2,527,000			-	2,527,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

421	Sparkling Images	2,897,680			-	2,897,680		complete
422	Sparkling Images	2,308,400			-	2,308,400		complete
423	Kulsa Ltd	630,000			-	630,000		complete
424	Kulsa Ltd	2,145,000			-	2,145,000		complete
425	Incoe Autospares	120,000			-	120,000		complete
426	Incoe Autospares	461,000			-	461,000		complete
427	Incoe Autospares	485,000			-	485,000		complete
428	Isiolo Highway Motors	406,000			-	406,000		complete
429	Isiolo Highway Motors	700,000			-	700,000		complete
430	Isiolo Highway motors	70,000			-	70,000		complete
431	Isiolo highway motors	304,000			-	304,000		complete
432	Isiolo Highway motors	100,000			-	100,000		complete
433	Nachami Logistics Agency	500,000			-	500,000		complete
434	Waso Security Services	3,760,000			-	3,760,000		complete
435	Waso Security Services	500,000			-	500,000		complete
436	Fagol Ltd	547,000			-	547,000		complete
437	Proctor & Klein	750,000			-	750,000		complete
438	Proctor & Klein	100,000			-	100,000		complete
439	Black Tar Builders	316,321			-	316,321		complete
440	Al Zudia General Distributors	201,600			-	201,600		complete
441	Arid Youths Company Ltd	500,000			-	500,000		complete
442	Piends of Nomads	2,324,000			-	2,324,000		complete
443	Abaaru Investment	220,000			-	220,000		complete
444	Abaaru Investment	220,000			-	220,000		complete
445	Hussein K Golicha	840,000			-	840,000		complete
446	AbdulrahmanPerera	7,372,521			-	7,372,521		complete
447	Tullu Bilders	330,000			-	330,000		complete

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

448	Lakole Investment	90,000			-	90,000		complete
449	Lakole Investment	74,000			-	74,000		complete
450	Mukira Mbaya & Co. Advocates	3,242,582			-	3,242,582		complete
451	Emearise	900,900			-	900,900		complete
452	Sparkling Images	2,001,000			-	2,001,000		complete
453	Merti General Contractors	300,000			-	300,000		complete
454	Merti General Contractors	225,000			-	225,000		complete
455	Isiolo Highway motors	100,000			-	100,000		complete
456	Merti General Contractors	225,000			-	225,000		complete
457	Dhiid and Co. limited	125,000			-	125,000		complete
458	Green Acres communication	155,500			-	155,500		complete
459	Ecoh Conso Ltd	487,200			-	487,200		complete
460	Ultimate Ridge International	336,980			-	336,980		complete
461	Motortec Auto Garage	223,300			-	223,300		complete
462	Ragambo Enterprises	170,520			-	170,520		complete
463	Green Acres communication	181,900			-	181,900		complete
464	Green Acres communication	155,500			-	155,500		complete
465	Green Acres communication	141,900			-	141,900		complete
466	Ecoh Conso Ltd	3,564,650			-	3,564,650		complete
467	Extreme Media Solutions	2,897,680			-	2,897,680		complete
468	Milsaded construction company ltd	989,909			-	989,909		complete
469	Friends of Nomads Enterprise ltd	4,988,797			-	4,988,797		complete
470	Babul construction ltd	3,684,856			-	3,684,856		complete
471	Waso Building Roads Works	1,320,417			-	1,320,417		complete
472	Mushram contractors & General suppliers ltd	669,040			-	669,040		complete
473	Elite Projects Consultancy ltd	8,400,000			-	8,400,000		complete
474	Sun spike construction co. Ltd	2,848,555			-	2,848,555		complete



# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

475	Dakiye General supplies	1,460,678			-	1,460,678		complete
476	Al Imran Investment Ltd	38,707,950			-	38,707,950		complete
477	Kobe Construction & Water Services Ltd	32,254,427			-	32,254,427		complete
478	Masaal Construction Co. Ltd	1,954,000			-	1,954,000		complete
479	Amki stores Enterprise	3,700,000			-	3,700,000		complete
480	Sappans Property Management Agency	1,542,800			-	1,542,800		complete
481	Trojan Limited	612,288			-	612,288		complete
482	A.O. Okolla	55,200			-	55,200		complete
	<b>Sub-Total</b>	<b>725,706,673</b>			-	<b>725,706,673</b>		
	<b>Grand Total</b>	<b>875,286,417</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>875,286,417</b>		

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

### **ANNEXURE II**

#### **OUTSTANDING IMPRESTS**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
		a	b	c	d=a-c		
<b>Senior Management</b>							
Kenneth T. Maorwe	S	3,100,000	26/01/17	-	3,100,000		
Kenneth T. Maorwe	S	300,000	27/02/17	-	300,000		
Kenneth T. Maorwe	S	1,750,000	27/02/17	-	1,750,000		
Kenneth T. Maorwe	S	600,000	22/03/17	-	600,000		
Kenneth T. Maorwe	S	2,625,000	26/08/16		2,625,000		
Kenneth T. Maorwe	S	2,625,000	29/09/16	-	2,625,000		
Kenneth T. Maorwe	S	2,700,000	17/01/17	-	2,700,000		
Barnabus Esunyen	S	750,000	06/02/17	-	750,000		
Boru Dida Gollo	S	2,915,000	31/08/16	-	2,915,000		
Hussein Boru Guyo	N	1,500,000	21/03/17	-	1,500,000		
Mohamed Boru Ali	Q	1,000,000	06/02/17	-	1,000,000		
Halkano Galma	Q	500,000	28/02/17	-	500,000		
<b>Sub-Total</b>		<b>20,365,000</b>			<b>20,365,000</b>		
<b>Middle Management</b>							
Isaya Kobia	K	650,000	02/11/16	-	650,000		Interdicted
Stephen Kiprotich Birechi	J	1,979,000	19/01/17	-	1,979,000		
Stephen Kiprotich Birechi	J	1,569,500	10/05/17	-	1,569,500		
		<b>4,198,500</b>			<b>4,198,500</b>		
<b>Grand Total</b>		<b>24,563,500</b>			<b>24,563,500</b>		

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year Ended June 30, 2017 (Ksh.)****ANNEXURE III****OUTSTANDING ACCOUNT RECEIVABLES (DEBTORS)**

	<b><u>ZONE</u></b>	<b>AMOUNT Ksh.</b>
1	7918	298,580.00
2	Block	312,815.00
3	Bulapesa Estate	2,402,770.00
4	Bulapesa Allotees	1,697,390.00
5	Bulapesa 2	312,352.00
6	Bulapesa II	5,130,703.00
7	Chechelesi	3,009,719.00
8	Chechelesi	1,614,534.00
9	Chechelesi C	822,058.00
10	Chechelesi B	1,482,477.00
12	IsioloTown Ship	462,582.00
13	Isolo Town	421,228.00
14	Town Wabera	5,320,955.00
15	Jua Kali	317,155.00
16	K - Medium Density	248,022.00
17	K / Asharaff	487,046.00
18	K / Juu	2,556,201.00
19	Kambi Juu	113,065.00
20	Kambi Bule	229,697.00
21	Kambi Odha	507,987.00
22	Kiwanjani C	44,725.00
23	Kiwanjani A	409,122.00
24	Kiwanjani B	635,062.00
25	Kiwanjani Estate	310,572.00
26	Kiwanjani K	969,695.00
27	Kiwanjani K	180,466.00
28	Kulamawe	1,100,221.00
30	Nassie	464,900.00
31	C-D	225,754.00
32	Merti	16,238,000.00
34	Mwangaza	2,594,706.00
35	Mwangaza MC	971,832.00
37	Old School	319,318.00
40	Town	195,424.00
41	Tulu Roba	946,754.00
42	Tutorial	74,684.00

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year Ended June 30, 2017 (Ksh.)**

43	Wabera	2,653,792.00
45	Zone B Commercial	354,603.00
46	Zone B Medium Density	101,467.00
47	Zone B Residential	183,873.00
48	Zone C	196,652.00
49	Zone D	658,187.00
50	Zone Lower Density	930,149.00
51	Zone F	183,741.00
52	Zone Medium Density	310,572.00
53	Zone K	554,247.00
54	Joys Camp	739,786.00
55	Ashnil Samburu Camp	12,144,499.00
	Total	<b>72,440,139.00</b>

**ISIOLO COUNTY GOVERNMENT**

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

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**ANNEXURE IV**

**SUMMARY ACCOUNT PAYABLES (CREDITORS)**

	<b><u>FROM DEFUNCT COUNCIL</u></b>	<b>Over 1 Year</b>
1	Geomeasure Surveyors	780,280
2	Infortrack Research Consultant	238,032
3	J.A.B Orengo	5,318,200
4	KENAO	2,800,000
5	Lapfund	58,252,415
5	Ministry of Lands	850,390
6	Sec & M Valuers	25,809,520
7	National Housing Corporation	13,998,471
	Sub Total	<b>108,047,308</b>
	<b>COUNTY GOVERNMENT</b>	
9	Pending Bills FY 2016/17	875,286,417
	<b>Gross Liabilities</b>	<b>983,333,725</b>

**ISIOLO COUNTY GOVERNMENT****Reports and Financial Statements****For the Financial Year Ended June 30, 2017 (Ksh.)****ANNEXURE V****SUMMARY OF FIXED ASSET REGISTER**

<b><u>ASSETS CLASS</u></b>	<b>Historical Cost (Ksh.) 2015-2016</b>	<b>AQUISATION (Ksh) 2016/2017</b>	<b>Historical Cost (Ksh.) 2016-2017</b>
Land	13,904,747,490	-	13,904,747,490
Buildings and structures	361,651,848	4,547,060	366,198,908
Civil Works and Infrastructure	1,553,846,026	604,806,533	2,158,652,559
Residential Housing Scheme	8,802,800	-	8,802,800
Computer & Accessories	709,733	-	709,733
Motor Vehicle and other Machineries	239,993,879	8,800,000	248,793,879
Community Assets	32,215,580	125,656,075	157,871,655
Furniture and Fittings	180,792,484	15,934,500	196,726,984
Specialized Plant and Equipments	51,852,121	66,182,278	118,034,399
Research, Studies, Project Preparation, Design & Supervision	302,669,486	112,655,367	415,324,853
Purchase of Certified Seeds, Breeding Stock and Live Animals	26,337,567	3,500,000	29,837,567
<b>Total</b>	<b>16,663,619,014</b>	<b>942,081,813</b>	<b>17,605,700,827</b>

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year ended June 30, 2017 (Ksh.)**

### **ANNEXURE VI**

#### **PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Accuracy and Presentation of the Financial Statement variances of Ksh. 177,469,128	Reconciliation of payments paid on IFMIS but pending on IB to be reversed	Nduati E.K Senior Accountant	Unresolved	June 2018
2.0	Pending Bills Ksh. 448,494,761 Creditors' Ledger not maintained	Ensure all pending bills are paid through supplementary budget FY 2017/18  Ensure all Ledgers are properly maintained	Mwenda Thiribi CEC Finance & Economic Planning	Unresolved	June 2018
3.1	<b>Human Resource</b>  Compensation of Employee where Ksh. 298,813,665 was paid through Manual Payroll i.e.	The County to ensure all employees are capture in IPPD  Stoppage of hiring of	David Kathuraku Pay Roll Manager	Unresolved	June 2018

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
	employee not on IPPD and Ksh. 33,566,801 paid to casual Workers without proper records	casuals until the indent survey is carried out			
3.2	Over remission of Local Authority Provident Fund (LapFund0	The matter was attributed to rates as computed from IPPD where the system was deducting higher rates	David Kathuraku Pay Roll Manager	Unresolved	June 2018
3.3	Gratuity Arrears - the county had not remitted Ksh. 34,308,334 to pension fund	The amount had been budgeted for in current Financial Year 2017/18	Mwenda Thiribi CEC Finance & Economic Planning	Resolved	August 2017
4.0	Doubtful Routine Maintenance of Motor Vehicles and Transport Equipments Ksh. 3,696,409 without proper records	To ensure All necessary records are maintained and availed for audit	Christopher Kimathi Transport Manager	Unresolved	June 2018
5.1	Doubtful Expenditures Foreign Travel Ksh. 1,001,400 paid to CPSB for travel to	To ensure All necessary records are and availed for audit	Hussein Huka Secretary CPSB	Unresolved	June 2018



**ISIOLO COUNTY GOVERNMENT**

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
	Arusha travel back evidence and report not availed  Travel to Ethiopia by Chief Officer Land attending Oromia Diaspora Festival		Roba Abduba Head of Treasury		
5.2	Drugs, Non Pharmaceutical Ksh. 6,082,870 supplied to District Hospital without stores records	To ensure All necessary records are and availed for audit	Bonaya Dida Stores Manager	Unresolved	June 2018
5.3	Unaccounted for Expenditure on Fuel amount spent of Ksh. 54,929,620 without proper records	To ensure All necessary records are maintained and availed for audit	Christopher Kimathi Transport Manager	Unresolved	June 2018
6.1	Project Implementation and Management  General observation on the Procurement Process Ksh. 45,572,285 spent without proper records	To ensure All necessary records are maintained and availed for audit	Stephen Muthomi Procurement Officer	Unresolved	June 2018

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
6.2	Unsupported Expenditure Ksh. 26,338,414 spent on construction of Roads however project files were not maintained	To ensure All necessary records are maintained and availed for audit	Stephen Muthomi Procurement Officer	Unresolved	June 2018
6.3	Purchase of grass and horticulture seeds worth Ksh. 19,233,791 but stores records not maintained and no report on test for quality and suitability	To ensure All necessary records are maintained and availed for audit	Huka Jaldesa Chief Officer Agriculture	Unresolved	June 2018
7.0	Non Current Assets worth Ksh. 14 Billion inherited for defunct County Council not yet taken over and updated asset register not maintained	To ensure All necessary records are maintained and availed for audit	Nduati E.K Senior Accountant	Unresolved	June 2018
	<b>Other Matters</b>				
1.0	Unauthorised Bank Account. The County operated 6 bank	The County operated the Commercial Bank	Mwenda Thiribi CEC Finance &	Unresolved	June 2018

# **ISIOLO COUNTY GOVERNMENT**

## **Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
	Account where 3 account were held at Central Bank (County Revenue Fund, Development and Recurrent Accounts) and 3 in Commercial Bank (Revenue, Imprest and Bursary Fund)	Accounts for purpose of collection and swiping to CBK  The Bursary is run by Fund Committee to award education bursary to need students / pupil	Economic Planning		
2.0	Budgetary Control and Performance .The County reported absorption rate of 93% and 91% for Recurrent and Development budget incurring under expenditure of Ksh. 124,835,411 and Ksh. 119,152,343 on Recurrent and Development respectively  The County Revenue realised of Ksh. 116,026,800 against budget estimate of Ksh. 360,000,000	The Under absorption was attributed to shortfall on local revenue collections and delayed disbursement of exchequer releases	Mwenda Thiribi  CEC Finance & Economic Planning	Unresolved	June 2018

**ISIOLO COUNTY GOVERNMENT**

**Reports and Financial Statements**

**For the Financial Year Ended June 30, 2017 (Ksh.)**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
	resulting to budget deficit of Ksh. 243,973,200				
3.0	Information, Communication and Technology (ICT) Environment  There was no formal approved ICT Policy which would provide for data security policy and disaster recovery plans	The County will embark on developing the requisite policy document and submit to County Assembly for approval	John Mutea Head of ICT	Unresolved	June 2018
4.0	Non Establishment of Audit Committee. The County had not established the Audit Committee as per sec 155 (5) of PFM Regulation 2015	The County had advertised for the position of Audit Committee but did not attract any responses. To re-advertise the same again during this financial Year 2017/18	Mwenda Thiribi CEC Finance & Economic Planning	Unresolved	June 2018

## ISIOLO COUNTY GOVERNMENT

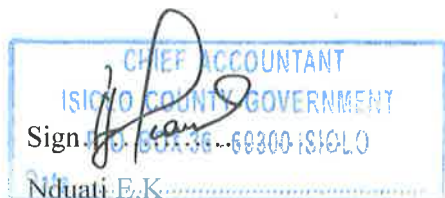
### Reports and Financial Statements

For the Financial Year ended June 30, 2017 (Ksh.)

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#### *Guidance Notes:*

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.



**FOR: CEC - Finance and Economic Planning**