REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

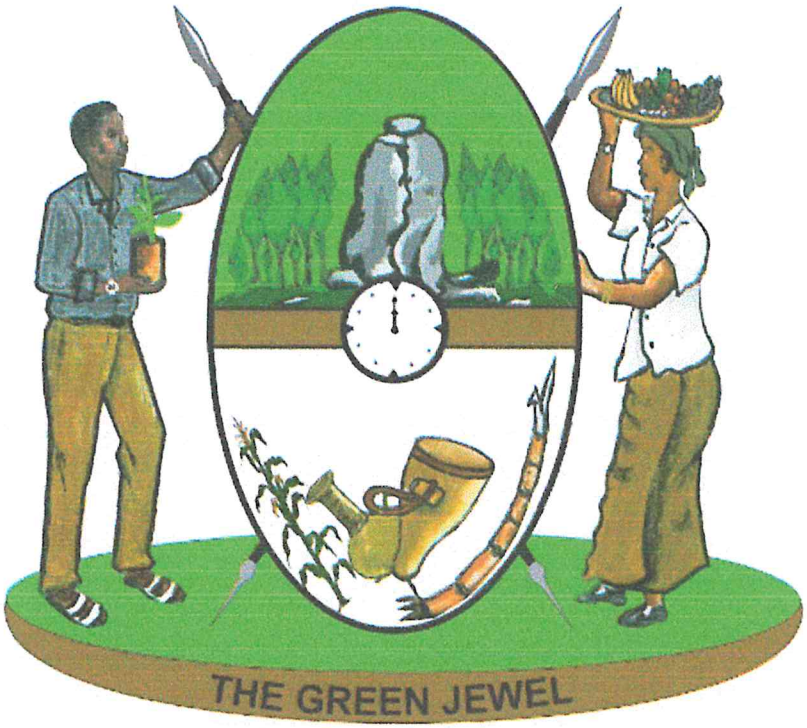
OF

THE AUDITOR-GENERAL

ON

COUNTY EXECUTIVE OF KAKAMEGA

FOR THE YEAR ENDED 30 JUNE, 2019



COUNTY GOVERNMENT OF KAKAMEGA

REPORT AND ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30TH JUNE, 2019

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

TABLE OF CONTENTS

TABLE OF CONTENTS i

1. KEY ENTITY INFORMATION AND MANAGEMENT ii

2. FORWARD BY THE CEC iv

3. STATEMENT OF MANAGEMENT RESPONSIBILITIES vi

4. REPORT OF THE AUDITOR-GENERAL ON THE KAKAMEGA COUNTY EXECUTIVE vii

5. **FINANCIAL STATEMENTS 1**

5.1. STATEMENT OF RECEIPTS AND PAYMENTS 1

5.2. STATEMENT OF ASSETS AND LIABILITIES 2

5.3. STATEMENT OF CASH FLOWS 3

5.4. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED 5

5.5. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT 7

5.6. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT 9

5.7. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES 11

5.8. SIGNIFICANT ACCOUNTING POLICIES 19

5.9. NOTES TO THE FINANCIAL STATEMENTS 25

5.10. OTHER IMPORTANT DISCLOSURES 39

6. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS 41

ANNEXES 49

ANNEX 1-ANALYSIS OF TRANSFERS FROM THE EXCHEQUER 49

ANNEX 2 – ANALYSIS OF PENDING ACCOUNTS PAYABLE 50

ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER 81

ANNEX 4 – INTER-ENTITY TRANSFERS 82

ANNEX 5 – BANK RECONCILIATION/FO 30 REPORT 83

1. KEY ENTITY INFORMATION AND MANAGEMENT

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.

Key Management

Kakamega county Government day-to-day management is under the following key organs:

- County Ministries/Departments
- County Sub-Counties

Fiduciary Management

The key management personnel who held office during the year ended 30th June 2019 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Chief Officer, County Treasury	Mr. John Luchisoi Imbogo
2.	Accounting Officer-Labour, Social Services, Youth and Sports	Mr. Phitalis Were Masakhwe
3.	Accounting Officer-Roads, Public Works and Energy	Eng. Joseph A. Sweta
5.	Accounting Officer-Trade, Industrialization and Tourism	Mr. Fanuel Wemali Angaya
6.	Accounting Officer-Livestock,Veterinary,Fisheries	Mr.Jeremiah Okello Namunyu
7.	Accounting Officer-Agriculture and Co-operatives	Mr.Jeremiah Okello Namunyu
8.	Accounting Officer-Lands, Housing, Urban Areas and Physical Planning	Mr. Patrick Mwanza Lukoko
9.	Accounting Officer-Environment, Natural Resources, Water & Forestry	Mr. Joseck Joab Maloba
10.	Accounting Officer-Public Service & Administration	Mr. Peter Lumumba Lukoye
11.	Accounting Officer-Health Services	Dr. Beatrice Amunga Etemesi
12.	Accounting Officer-Education, Science and Technology	Dr. Irene Ashioya
13.	Accounting Officer-Office of The Governor	Mr. Joshua Kutekha

Fiduciary Oversight Arrangements
County Assembly-Committees
Audit and Finance committee
Parliamentary committee
Development partner oversight activities
Regulatory Authorities

Kakamega County Headquarters
P.O. Box 36-50100, 056 31850/31852/31853
County Headquarters
Kisumu/Kitale Highway
Kakamega, KENYA
County Government of Kakamega
Telephone: 056 31850/31852/31853
E-mail: info@kakamega.go.ke
Website: kakamega.go.ke

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

Commercial Banks;
Kenya Commercial Bank-Kakamega
Equity Bank-Kakamega
National Bank-Kakamega
Cooperative Bank- Kakamega

Independent Auditors
Auditor-General
Office of the Auditor-General
Anniversary Towers, University Way
P.O. Box 30084 - GPO 00100
Nairobi, Kenya

County Attorney
Moses Sande
County Government of Kakamega
P.O Box 36-50100
Kakamega, Kenya

2. FORWARD BY THE CEC

The PFM ACT, 2012, Section 163 requires the County Treasury to prepare financial reports and statements in respect of all the County Government Entities.

The County Treasury therefore presents the financial reports and statements for the Financial Year 2018/2019 in accordance with the format prescribed by the Public Sector Accounting Standards Board.

Budget performance
The County Government has a budget of Ksh 14,489,423,487 for the financial year 2018/2019 out of which the county has spent as follows; Recurrent Ksh. 7,404,220,172 translating to 96% of the total recurrent and development Ksh. 5,353,723,033 translating to 79% of the total development.
Performance of key development projects
The County Government has done a number of projects since its inception among them; Completed Construction of Modern Markets in 6 Sub Counties Completion of phase one of Bukhungu stadium Upgrading of various roads to bitumen standards Opening up of various rural access roads Construction of ECDE class rooms and Centres of excellence Construction and equipping of various County polytechnics Construction County Referral hospital and doctors flats Construction of County offices across the County Distribution of dairy cows. Provision of farm inputs and farm mechanization services among others Equiping hospitals with essential drugs and equipment. Rural Electrification, street lighting and High Masts in market places Disbursement of bursaries County Youth and women programme. Farm inputs subsidies-fertilizer seeds ERP project. Construction of Level 4 Hospitals Supply and Distribution of Water Rolled out Cashless Revenue Collection System

Forward by CEC Continued

Comment on value-for-money achievements

The County Government has achieved value for money through the above mentioned projects for example construction of Modern markets has made traders goods to be safe as they keep them well under a shelter, the opening of rural access roads makes it easy for citizens to reach market places with ease, hospitals have been equipped with drugs hence improved health care to its citizens, Agricultural produce has enhanced food security among the citizens. Overall the County has achieved its value for money since its inception.

Challenges and Recommended Way Forward

The County Government faced many challenges especially delayed Exchequer releases from The National Treasury in addition to limited IFMIS connectivity. The National Treasury should improve on its disbursements and IFMIS System connectivity as well as the limited resources especially allocation from the National Treasury.
IFMIS Modules for preparation of financial statements are not fully operational/functional.
National treasury to undertake continuous capacity building.

Geoffrey Nafukho Omulayi
CEC Member County Treasury
County Government of Kakamega

3. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Sections 163,164 and 165 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County Government entity, receiver of receipts and consolidated financial statements for all County Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The County Executive Committee (CEC) member for finance of the County Government is responsible for the preparation and presentation of the County Government's financial statements, which give a true and fair view of the state of affairs of the County Government for and as at the end of the financial year ended on June 30, 2019. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Government; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Government's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the County Government's financial statements give a true and fair view of the state of the County Government's transactions during the financial year ended June 30, 2019, and of its financial position as at that date. The CEC member for finance further confirms the completeness of the accounting records maintained for the County Government which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The County Government's financial statements were approved and signed by the CEC member for finance on 30/12/ 2019.

Omulayi.

County Executive Committee Member – Finance

REPUBLIC OF KENYA

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

Enhancing Accountability

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Executive of Kakamega set out on pages 1 to 82, which comprise of the statement of assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the County Executive of Kakamega as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the County Governments Act, 2012 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unexplained Variances in Account Balances

1.1 Accounts Payables

The statement of assets and liabilities reflects accounts payables-deposits and retentions totalling Kshs.285,900,075, being retention monies payable to contractors upon expiry of the respective defects liability periods. However, the retention bank account balance as at 30 June, 2019 was Kshs.199,918,384. The variance amounting to Kshs.85,981,691 between the two sets of records has not been explained.

Consequently, the accuracy of the accounts payable-deposits and retentions balance totalling Kshs.285,900,075 reflected in the statement of assets and liabilities as at 30 June, 2019 has not been confirmed.

In addition, examination of records on the retention account indicated that Management irregularly withdrew Kshs.611,188,036 from the account and used it to fund general operations. A sum of Kshs.525,206,345 was refunded later in the year, leaving Kshs.85,981,691 outstanding as at 30 June, 2019. No explanation was provided by Management for the irregular use of the retention monies.

The irregularity may cause delay in payment of the retention monies to the respective contractors when the amounts become due.

1.2 County Own-Generated Receipts

The statement of receipts and payments reflects county own-generated revenue totalling Kshs.999,827,089 collected during the year under review. Out of this sum, several revenue streams including single business permit, market and trade centre fees and other local levies reflected collections totalling Kshs.152,972,613. However, aggregate collections shown for the items in the Enterprise Resource Planning (ERP) system implemented by the County Government totalled Kshs.48,401,029 whereas the Integrated Financial Management Information System (IFMIS) managed by the National Treasury reflected a balance of Kshs.183,539,559 against the items. The differences among the three sets of records have not been explained.

In view of the anomalies, the accuracy of the own-generated revenue balance totalling Kshs.999,827,089 reflected in the financial statements has not been confirmed.

1.3 Fixed Assets

Annex 3 to the financial statements reflects fixed assets totalling Kshs.10,248,165,037, comprised of assets valued at Kshs.7,029,426,326 brought forward from the previous year and additions during the year totalling Kshs.3,218,738,711. Although the Annexure is described as a summary of the fixed assets register, the register availed for audit did not tally with the balances reflected in the financial statements.

Consequently, the accuracy and completeness of the fixed assets balance totalling Kshs.10,248,165,037 reflected in the financial statements has not been confirmed.

1.4 IFMIS Generated and Financial Statements Balances

Several revenue and expenditure balances reflected in the financial statements differ from those reflected in the Integrated Financial Management System (IFMIS) report published by the National Treasury as detailed below:

Item Description	IFMIS Kshs.	Financial Statements Kshs.	Variance Kshs.
County Own-Generated Receipts	885,292,802	999,827,089	(114,534,827)
Compensation of Employees	6,646,069,749	4,575,458,415	2,070,611,334
Use of Goods and Services	1,756,756,356	1,777,002,597	(20,246,241)

Item Description	IFMIS Kshs.	Financial Statements Kshs.	Variance Kshs.
Transfers to Other Government Units	0	1,181,305,830	(1,181,305,830)
Other Grants and Transfers	1,194,271,022	1,978,986,264	(793,715,242)
Acquisition of Assets	2,473,919,933	3,218,738,710	(744,818,777)
Other Payments	0	25,596,693	(25,596,693)
Social Security Benefits	38,627,758	0	38,627,758

Although some records on the transactions done outside of IFMIS were presented for audit, no reason was provided by Management for the failure to update the ledger to correct the anomalies.

In the absence of reconciliations between the balances reflected in the financial statements and IFMIS, the accuracy of the financial statements has not been confirmed.

2.0 Unconfirmed Balances

2.1 Cash and Cash Equivalents

The double columnar cashbook maintained at the Kakamega County General Hospital was not balanced daily as financial regulations require. In addition, unexplained postings were common in the cashbook during the year under review. For instance, the origin of the cash book balance brought down on 01 January, 2019 amounting to Kshs.2,441,784 was not explained. Consequently, it was not possible to confirm the accuracy and completeness of cash and cash equivalents balance totalling Kshs.1,906,173,770 reflected in the statement of assets and liabilities as at 30 June, 2019.

2.2 Other Grants and Payments

The statement of receipts and payments reflects Kshs.1,978,986,264 in respect of other grants and payments. The following discrepancies have been observed in relation to the balance:

2.2.1 County Youth Service and Women Empowerment Programme

A sum Kshs.185,940,764 reported under youth development and labour was spent on County Youth Service and the Women Empowerment Programme. However, records at the Ministry of Roads, Infrastructure, Public Works and Energy to which the budget was assigned reflects expenditure totalling Kshs.217,292,110. This resulted in a difference of Kshs.31,351,346 between the two sets of records. In addition , the expenditure schedules at the Ministry of Social Services, Youth and Sports which manages the Programme reflected expenditure totalling Kshs.144,792,722 under the item. This resulted in a difference of Kshs.72,499,388 between the two sets of records. No explanation has been provided for the variations noted.

Further, payments for the Programme's activities were made from January, 2019 whereas the enabling legislation, the Kakamega County Youth Services and Women Empowerment Act, 2019 became effective on 14 May, 2019. Therefore, the Programme operated without a regulatory framework for nearly half of the year under review.

In the circumstances, the accuracy and validity of the expenditure on County Youth Service and Women Empowerment Programme could not be confirmed.

2.2.2 Transfers to Emergency Fund

Expenditure records indicated that during the year under review, the County Executive spent Kshs.60,379,696 on disbursements made to the Kakamega Emergency Fund. However, the Management did not prepare and submit the Fund's financial statements for the year ended 30 June, 2019 to the Auditor-General as required in Section 165(3) of the Public Finance Management Act, 2012 and Regulation 15 of the Public Finance Management (The Kakamega County Emergency Fund) Regulations, 2018. The law and the regulations require the respective Executive Committee Member to submit to the Auditor-General the accounts of the Fund within three months of the end of the respective financial year.

In the absence of the financial statements, the occurrence, validity and completeness of the expenditure totalling Kshs.60,379,696 reported to have been incurred on the Fund has not been confirmed.

2.3 Unconfirmed Grant for Renovation of Maternity Ward

Examination of procurement records indicated that the County Executive received a grant of an undisclosed amount from the Rotary Club for renovation of the Maternity Ward at Kakamega County General Hospital.

The works valued at Kshs.10,966,135 were awarded to four contractors through Requests for Quotations method of procurement instead of open tender contrary to Section 54(1) of the Public Procurement and Asset Disposal Act, 2015. The law provides that no procurement entity may structure procurement as two or more procurements for the purpose of avoiding the use of a procurement procedure.

Management explained that the split of the procurement was required by The Rotary Club of Kenya who had offered a conditional grant to equip the maternity and paediatrics wings of the Hospital in May, 2018. However, no documentation was provided to explain the nature of the grant, including its value and the conditions agreed upon with the Club. In addition, the project was not included in the County Executive's budget and procurement plan for the year under review. Further, the grant and the expenditure incurred thereof were not reflected in the financial statements presented for audit.

Examination of the Bills of Quantities reported to have been prepared by a consultant in collaboration with the Public Works Office also revealed several errors and discrepancies.

For example, Inspection and Acceptance Committee reports availed for audit were not supported with completion and handing over certificates.

In view of these anomalies, the actual amount of grant received, as well as value for money and validity of the expenditure totalling Kshs.9,746,707 incurred on the project could not be confirmed.

2.4 Fixed Assets - Unconfirmed Valuation and Ownership of Land

Included in the fixed assets balance totalling 10,248,165,037 reflected in Annex 3 to the financial statements are 57 (fifty-seven) parcels of land valued at Kshs.45,245,800 in aggregate acquired by the County Executive over a period seven years from 2013 to 2019. However, Management did not avail the respective title deeds for audit and as a result, ownership of the parcels of land by the County Executive could not be confirmed. In addition, information available indicates that the County Executive acquired seven (7) additional parcels of land measuring 13.99 hectares in aggregate whose values have, however, not been disclosed.

In view of these anomalies, the valuation and ownership of the acquisition of assets balance totalling Kshs.10,248,165,037 as at 30 June, 2019 has not been confirmed.

2.5 Pending Bills

Annex 2 to the financial statements indicates that the County Executive had pending accounts payables totalling Kshs.267,175,543 as at 30 June, 2019. However, the Annexure does not show the pending bills paid during the year under review and how the balance changed between the 2017/18 and the 2018/19 financial years. Therefore, Management have not provided all the disclosures prescribed by the Public Accounting Standards Board and as a result, the valuation and accuracy of the pending bills balances totalling Kshs.267,175,543 reflected in the financial statements has not been confirmed.

Further, had the pending bills been paid and the expenditure charged to the accounts for the financial year 2018/2019, the statement of receipts and payments would have reflected an excess vote (deficit) of Kshs.61,310,007 instead of a surplus of Kshs.205,865,536.

Failure to settle pending bills in the year they relate adversely affects provisions for the year in which the bills are paid, as they form a first charge on the budgetary allocations for the year. Further, delay in payment for goods and services slows down economic activity and may discourage private businesses from trading with public entities.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of County Executive of Kakamega in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements . I have determined that there were no key audit matters to report in the year under review.

Other Matter

1.0 Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis totalling Kshs.14,489,423,487 and Kshs.14,388,682,539 respectively resulting to a revenue deficit of Kshs.100,740,949 or 1% of the budget. Similarly, the County Executive expended Kshs.12,757,943,205 against an approved budget of Kshs.14,489,423,487 resulting to an under-expenditure of Kshs.1,731,480,282 or 12% of the budget. The deficit of revenue and under-expenditure imply that provision of services and execution of projects was constrained as a result of the funding shortfall.

2.0 Unresolved Prior Year's Issues

The audit report for the prior year highlighted several matters in the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Note 6 to the financial statements - other important disclosures - indicates that Management had not resolved most of the issues as at 30 June, 2019.

No explanation has been provided for the delay in resolving the issues.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Unapproved Contract Variations

Procurement records examined indicated that a tender for construction works for Khayega Modern Market was awarded to a construction company at a revised contract sum of Kshs.59,037,209 and the works were set to be completed in 32 weeks. The certificate of practical completion was signed and issued on 30 May, 2017 and the statement of final accounts prepared and signed on 15 June, 2017 to confirm completion of the project and full payment to the contractor. However, records availed for audit

indicated that on 14 June, 2018, the County Executive Committee approved an increase in the cost of the contract by Kshs.8,213,036 which sum was thereafter paid to the contractor on 13 December, 2018.

Management did not explain why additional works on the project were approved and awarded without a competitive procurement process, and long after the statement of final accounts had been prepared and signed on 15 June, 2017.

In addition, no documents were availed for audit to explain how the provisional contingencies sum of Kshs.3,000,000 included in the Bills of Quantities (BQs) was utilized.

Consequently, the validity and value-for-money on expenditure totalling Kshs.11,213,036 incurred on the project could not be confirmed.

2. Incomplete Construction of Bukura Modern Market

The contract for construction of Bukura Modern Market was awarded at a contract sum of Kshs.59,052,184 and the contract agreement thereafter signed on 21 June, 2016. The contract was scheduled for execution in two phases. The addendum to the agreement dated 27 February, 2017 indicated that Phase I of the contract comprised of general and particular preliminaries, market sheds, stalls, restaurant, civil works, prime costs and provisional sums totalling Kshs.33,845,563.

The second addendum (Phase II) to the contract was signed on 4 December, 2018 and included general and particular preliminaries, completion of the market shade, completion of stalls, civil works, prime costs and provisional sums totalling Kshs.25,206,621.

A sum of Kshs.18,218,204 was paid in respect of the works done during the year under review. However, in October, 2019, an audit inspection revealed the following anomalies:

Phase I

2.1 Market Sheds

(i) The prescribed mild steel fascia board, pre-painted to the approved colour, and valued at Kshs.140,800, was not installed.

(ii) Rain water gutters worth Kshs.162,075 were not installed.

(iii) Floor finishes were uneven and had patches and were likely to crack and chip away on being subjected to use.

2.2 Market Stalls

Rain water gutters worth Kshs.110,977, were not installed. Similarly, windows worth Kshs.20,250 and doors and painting works worth Kshs.34,300 specified in the Bills of Quantities were not done. Also, the walls were not plastered.

2.3 Restaurant

The ceiling was poorly done and works on the cornice and walling, electrical and plumbing installations were not completed.

2.4 Civil Works

Fastening of the chain link fence with three strands of barbed wire on top of concrete posts was outstanding whereas the chain link was not fixed with concrete and fastened below the ground level. A waste bin costing Kshs.405,935 was not installed.

2.5 Prime Costs and Provisional Sums

Provisional sums totalling Kshs.3,200,000 for mechanical, plumbing and drainage installations, electrical services installations and contingencies were not accounted for. In addition, the elevated tank provided for in the Bills of Quantities was not installed in spite of a holding tower having been erected, though poorly done. Further, proper drainage facilities were not provided.

Phase II

The works for the open air market and the paving slabs were not completed and in addition, an ablution block (bathroom) was not built and renovation works for the market office were not done.

The works were to be executed in one year (52 weeks) from 26 October, 2016 to 25 October, 2017. However, at the time of audit in October 2019, or 88 weeks (two years and ten months) after the expected completion date, the works had not been completed.

As a result of the delay in delivery of the project, the residents of Bukura are yet to enjoy the benefits the project was intended to provide for them. In addition, in view of the failure to adhere to the contract terms, value for money is unlikely to be attained on the funds invested in the project.

3. Irregular Variations and Delayed Completion of Malinya Modern Market Works

The procurement records further indicted that a contract for construction of Malinya Modern Market was awarded at a negotiated price of Kshs.36,576,067. The contract agreement signed on 2 May, 2017 was to be executed in 52 weeks up to 01 April, 2018. The works comprised of a market shed, stalls, toilet block, restaurant and external works, The latter entailed construction of a fence and installation of an elevated tank.

During the year under review, a sum of Kshs.19,403,943 was paid to the contractor for the work done. However, audit verification of the project conducted in October 2019, revealed the following unsatisfactory matters:

i. The worktops installed at the market sheds were of size 1100mm instead of the 1400mm length specified in the Bills of Quantities.

ii. The windows installed on the stalls measured 1200mm by 1200mm (2 Nos.) and 1200mm by 900mm (5 Nos.) whereas the Bills of Quantities had provided for the following window sizes:

- 1 Nos. 2000mm by 1500mm;
- 2 Nos.1500mm by 1500mm; and
- 4 Nos. 800mm by 1500mm.

iii. Similarly, four single leaf doors of size 800mm by 2100mm were installed instead of the specified 900mm by 2400mm. Three double doors size 1700mm by 2100mm were also installed instead of the 2000mm by 2400mm size provided for in the bills of quantities.

iv. Soil and waste water drainage civil works priced at Kshs.447,500 were not done.

Although the Management explained that the actual measurements would be done in the final account and rates adjusted accordingly, no explanation was provided for the change in the specifications or the reasons the respective works certificates were not adjusted before payment to reflect the changes.

Following the delay in completing the project, the residents of Malinya have not received any value on the sum of Kshs.19,403,943 incurred on the project as at 30 June, 2018. In addition, the changes made in the works without reference to payments made to the contractor may result in over-expenditure on the Project.

4. Ineffective Execution of Waste Disposal Site Maintenance Contract

Procurement records examined indicated that a tender for maintenance of Rosterman Dump Site was awarded to a construction company at a contract sum of Kshs.7,100,000 in November, 2017. The contract agreement indicated that the works entailed excavation and compacting of solid waste material at the disposal site located in Rosterman area. The contract was to last for one year and was to entail the following activities:

(i) Moving, compacting and burying waste at the site, among other cleaning activities;

(ii) maintenance of the disposal site's internal access road at a cost of Kshs.1,010,760 subject to 10% retention fee payable six months after the end of the defects liability period. Works on maintenance of the access roads were to be paid for separately upon certification of their execution, against provisions made in the Bills of Quantities;

(iii) fencing and maintenance using concrete polls, chain and barbed wires and installation of an entry and exit gates;

(iv) drainage works for leachates and storm water and construction of a soak pit into which the leachates were to be drained;

(v) spraying and fumigating the site and;

(vi) excavation of soil to create an undulating entrance for use by garbage delivery lorries.

At the time of audit in October, 2019, payments to the contractor totalled Kshs.6,645,245 including Kshs.1,328,200 paid during the year under review.

However, audit inspection of the project works revealed the following unsatisfactory issues:

(i) There were pools of contaminated storm waters and leachate resulting from poor drainage and lack of fumigation at the site. As a result, swarms of flies, mosquitoes and other insects had invaded the neighbouring homesteads. Residents living close to the dumpsite were at risk of infection with disease.

(ii) The residents complained that a vandalized fence at the site allowed children to access the unhealthy site with ease.

(iii) Dumping of garbage was done haphazardly due to blocked roads and failure to enforce good dumping site practices.

(iv) The large heaps of waste at the dumpsite were not spread, compacted and buried.

(v) The site's putrid stench had become a hazard in the neighbourhood.

Consequently, the contract was not executed in an effective way and as a result, the dumpsite continues to pose a significant health risk to the residents of Rosterman area in spite of the payments totalling Kshs.6,645,245 made to the contractor.

5. Irregular Renewals of Expired Cleaning and Laundry Services Contract

Records examined indicated that the County Executive through the Department of Health entered into a two-year contract with a local firm on 31 March, 2015 for provision of cleaning as well as laundry services at Kshs.503,000 and Kshs.291,000 respectively. Both contracts expired on 31 June, 2017 but Management extended them for six months to 30 June, 2018 on two occasions.

In June, 2018, the cost of the cleaning services contract was revised upwards by Kshs.238,666 to Kshs.841,666 from Kshs.503,000. No reason was provided for the negotiated revision, and extensions of the contracts, whereas procurement regulations would have required that new Requests for Quotations be floated.

Consequently, the Management breached the provisions of the Public Procurement and Asset Disposal Act, 2015.

6. Unconfirmed Validity of Payments to Community Health Volunteers

During the year under review, stipends totalling Kshs.29,793,400 were paid to Community Health Volunteers (CHV) involved in various public health activities. However, examination of records revealed the following unsatisfactory matters in respect of payments totalling Kshs.5,507,440.

i. Management did not avail the policy document used to guide collaborations with Non-Governmental Organisations in the activities.

ii. Reports on activities carried out by Sub-County and community level supervisors were not availed for audit.

In the circumstances, the validity of the payments totalling Kshs.5,507,440 reported to have been incurred on the CHVs during the year under review could not be confirmed.

7. Unconfirmed Value for Money on Additional Payments for Ambulance Services

A contract for provision of ambulance services signed between the County Executive and the Kenya Red Cross Emergency Plus (E-Plus) Medical Services provided that in the event mileage on travel recorded on use of any of the ambulances in any month exceeded 3,500 kilometres(Kms), the cost of fuel would be shared between the two parties on a 50:50 ratio.

Examination of the records maintained on all the nine (9) ambulances hired in the contract indicated that their use exceeded the 3,500 kms per mark for ten months of the financial year and as a result, 50% of their fuel costs which totalled 2,417,713 were billed to the County Executive in addition to monthly service costs totalling Kshs.65,488,068.

The nature of services offered by ambulances owned by the County Executive and the hired ones were similar. However, analysis of the records maintained on the three County Executive ambulances indicated that none of them travelled for more than 1,500 kilometres in any one month. In addition, the original work tickets for the nine hired ambulances, and the identities and other details on the patients attended to, were not availed for audit. As a result, it was not possible to confirm usage or distance covered by the vehicles.

In addition, the summary of monthly travel mileage and fuel consumption data for each vehicle were not provided for audit. Further, Management did not have access to the vehicle tracking systems for the nine (9) vehicles and could not therefore, confirm how they were used during the period under review and the payments were made on the basis of the reports submitted by the service provider.

Consequently, the validity and value for money on the expenditure totalling Kshs.67,905,781 incurred on service charges and additional fuel under the contract could not be confirmed.

8. Delay in Executing Health Systems Transformation Programme

The statement of account in respect of Kakamega County Special Purpose Universal Health Care Programme for the year under review indicated that a sum of Kshs.10,459,369 that remained unspent at the end of the previous financial year was brought forward to the year under review and Kshs.100,000,000 provided for in the year's budget, resulting to a provision of Kshs.110,459,369. Out of this sum, Kshs.77,447,972 was released to the County Executive during the year, out of which Kshs.62,064,533 was spent on purchase of equipment and other activities leaving a balance of Kshs.15,383,439 unspent as at 30 June, 2019. However, information available indicated that only Kshs.5,178,600 was returned to the special purpose account. The balance amounting to Kshs.10,204,839 was not accounted for.

Further, The National Treasury disbursed only Kshs.66,988,603 out of the allocation of Kshs.100,000,000 leaving a balance of Kshs.33,011,397 undisbursed.

Management explained the failure by the Department of Health to spend the balance of Kshs.5,178,000 as having resulted from late disbursement of funds by the County Treasury. However, no explanation was provided by Management on why the funds were not remitted to the Department in time.

In view of the failure to spend all the funds set aside for the Programme, the residents of Kakamega County did not obtain all the services planned for during the year under review. Further, no explanation was provided for the sum of Kshs.10,204,839 that was not accounted for.

9. Civil Works not Sourced Competitively

During the year under review, a sum of Kshs.36,387,751 was paid to a contractor for additional works carried out on the rehabilitation and expansion of Kakamega County General Hospital. The additional works were communicated through site instructions, and thereafter, approved by the Executive Committee in writing. On 11 April , 2019, the Department of Public works prepared variation orders that specified the additional works to be done and thereafter, a payment of Kshs.36,387,751 was made to the contractor in May, 2019.

However, examination of records availed for audit indicated inconsistencies in computation of the variation orders. For instance, whereas the contractor had requested an additional payment of Kshs.330,000, the consultant put the cost at Kshs.1,066,800 resulting to an overpayment payment of Kshs.736,000. Similarly, the contractor had put the cost of additional reinforcement works at Kshs.931,320 but the consultant put the cost at Kshs.1,263,588 resulting in payment of an additional Kshs.332,268 to the contractor.

Similarly, the contractor did not request for additional items marked Fabric BS 4483 (A142) but was paid Kshs.412,200 for these.

In addition, the installation of five (5) towers, construction of a sewer-line and walkways costing Kshs.5,166,338, Kshs.537,776 and Kshs.532,500 respectively were identified as additional works. However, records indicating that the variations were approved by the tender awarding authority as required in Section 139(1) of the Public Procurement and Asset Disposal Act, 2015 were not availed for audit. Consequently, their validity and value for money could not be confirmed.

Further, no detailed Bills of Quantities on the works were availed for audit, and as a result, it was not clear how their costs were arrived at. Similarly, additional works done on the gate and fence cost the County Executive Kshs.5,126,594 but the respective Bills of Quantities were not availed for audit review.

As a result of these anomalies, the validity and value for money on the expenditure totalling Kshs.36,387,751 spent on the County General Hospital rehabilitation and expansion project could not be confirmed.

10. Delayed Completion of Kakamega Referral Hospital Staff Houses

A tender for construction of houses for staff at Kakamega County Referral Hospital was awarded to a contractor at a sum of Kshs.108,516,560. The works commenced on 29 September, 2016 and were to be done in 54 weeks to 13 October, 2017. However, the contractor, citing delays in payments for work done, requested for a one-year extension to 30 September, 2018. The request was approved by the project manager but at the time of the audit, only 55% of the contracted works had been completed. No explanation was provided for the long delay in completion of the project which had fallen behind schedule by over 103 weeks, or two years.

Examination of the project file indicated that the contractor had complained of delays in payments for work done and had, as a result, reduced the pace of work and presented claims for interest on the delayed payments. Although the claims were rejected by Management, there is risk that the cost of the project may rise in view of the delay in its completion.

Consequently, the staff serving at the Hospital have not obtained any value on the investment made in the incomplete project.

11. Delayed Construction of Mumias West Hospital

The tender for construction of Mumias West Hospital was awarded on 19 February, 2016 at a contract price of Kshs.191,116,022. The contract duration was to last for 104 weeks, or two years.

However the works were still ongoing at the time of the audit in October, 2019, five months after the end of the contract period in May. Payment Certificate No.13 indicated that works valued at Kshs.189,909,000 had not been completed as at 30 June, 2019.

As a result of the delay, the residents of Kakamega County were denied the use of the facility for more than one year. Further, the delay may cause the costs of the Project to rise further as a result of inflation or other factors.

Audit verification revealed that some additional works were carried out through Variation Order (V.O) Nos.1-16 totalling to Kshs.13,552,737. The sum included works valued at Kshs.6,406,228 that were not supported with relevant records.

In addition, examination of Certificate No.13 dated 24 September, 2019, indicated that out of Kshs.189,909,000 payable to the contractor, only Kshs.137,519,422 was supported with Bills of Quantities. The difference amounting to Kshs.52,389,578 was labelled as electrical and mechanical works procured through sub-contracting. However, the respective procurement documents including tender advertisement, tender opening minutes, the evaluation report and payment certificates were not availed for audit. Further, the Bills of Quantities had only provided for electrical and mechanical works worth Kshs.22,500,000. No explanation was provided by Management for the authority to spend an additional Kshs.52,389,5770 on the works.

The audit further noted that, additional costs totalling Kshs.669,000 for thirteen (13) aluminium doors were included in the expenditure totalling Kshs.12,337,293 incurred on the radiology building. Further, although the original Bills of Quantities had provided for a 900 square metres radiology building costing Kshs.9,692,805, the actual area done was reduced to 516 square metres not withstanding that the cost of the works was increased by Kshs.2,644,588 to Kshs.12,337,393. No adequate explanation was provided by Management for these variations.

In view of the anomalies, a significant portion of the expenditure incurred on the project is irregular. Furthermore, the increased costs may result in taxpayers not obtaining value for money on the sum of Kshs.189,909,000 incurred on the project.

12. Stalled Construction of 24-Bed Ward at Lumakanda

Records examined during the audit indicated that the County Executive spent Kshs.6,050,000 on purchase of a 6.6 acre parcel of land at Lumakanda for construction of Sub-County Hospital Wards. The records further indicated that on 4 December, 2015, a local contractor was awarded the tender to build a 24-bed ward at a contract sum of Kshs.8,658,445, later on revised to Kshs.10,293,811. The works commenced on 09 February, 2016 and were expected to be completed in 32 weeks in September, 2016.

Physical verification in August, 2019 revealed that the project had stalled and the floor, ceiling boards, painting works and other finishes had not been done three (3) years after the scheduled completion date. Although a letter dated 01 February, 2019 from the Medical Superintendent indicated that Kshs.5,448,722 meant for the project was not

spent, payments totalling Kshs.5,434,739 were made to the contractor who was, however, terminated on 25 April, 2019. No explanation was provided for the failure to complete the project.

An audit inspection carried out in August, 2019 revealed that the construction site was in a solitary area served by a poor road network and was at least six kilometres away from the nearest public hospital. Management could not explain how the wards would benefit the residents of Lugari in the absence of a hospital nearby. Records availed for audit indicated that on 11 December, 2019, Management changed the facility to a health centre. However, the designs and cost implications of the change were not documented.

Consequently, taxpayers have not obtained value for money on the expenditure totalling Kshs.15,708,445 incurred on purchase of the land and the incomplete works contract.

13. Irregular Expenditure on Non-Devolved Functions

Examination of records on expenditure in the Department of Education indicated that, from 2013/14 to the end of year under review, the County Executive budgeted and spent Kshs.698,319,210 in aggregate on construction and support to secondary schools. However, there were no records indicating that that the County Government had, as provided for in the Constitution, entered into any agreement with the National Government in respect to projects and activities funded. Therefore, the expenditure was incurred contrary to Section 16 of Fourth Schedule of the Constitution of Kenya, 2010 which prescribes secondary school education as a responsibility of the National Government.

The budgeting and spending of Kshs.698,319,210 on functions of the National Government without prior agreement was, therefore, irregular. The irregularity constrained the ability of the County Government to implement projects and activities prescribed by the Constitution as a mandate of the counties.

14. Irregular Payment to Council of Governors

Examination of expenditure records indicated that during the year under review, the County Executive spent Kshs.13,359,384 on activities of the Council of Governors and charged the payments to other grants and payments.

Section 37 of the Intergovernmental Act, 2012 provides that the expenses of institutions formed under the Act, and which include the Council, are to be provided for in the annual estimates of the National Government. Therefore, the payments totalling Kshs.13,359,384 made to the Council by the County Executive were irregular.

15. Unutilised National Capitation Grants to County Polytechnics

Revenue records examined, indicated that during the year under audit review, the National Government disbursed funds totalling Kshs.52,782,050 to the County Government of Kakamega for use in refurbishment of sixty-three (63) County Polytechnics. Subsequently, the County Treasury through the Department of Education disbursed the funds to the polytechnics. However, no documents were availed for audit

to indicate how the disbursed funds were used. As a result, there was no confirmation that the funds were put to their intended purpose.

Other information indicated that the polytechnics had not used the funds by the time the financial year ended on 30 June, 2019. Management did not provide any reason for the delay in absorption of the funds.

16. Irregular Procurement, Supply and Delivery of Fertilizers

The County Director of Agriculture in October, 2018 initiated procurement of 135,000 25-kilogramme, bags of planting fertilizer and 90,000 bags of top dressing fertilizer for maize with nutrient formulation of 12:36:10 (NPK)+; and 26:00:00 (NPK)+ respectively.

In December 2018, Bidder No.1 was recommended for the supply of 135,000 bags of planting fertilizer at a price of Kshs.1,550 per bag or Kshs.209,250,000 for the whole contract. Bidder No.2 was recommended for supply of 90,000 bags of top dressing fertilizer at Kshs.1,100 per bag and a contract sum of Kshs.99,000,000. The two items were, therefore, awarded at an aggregate cost of Kshs.308,250,000. However, the two were not notified of their winning bids or invited to sign contracts as required in law.

However, in 20 January, 2019, Management approved for direct procurement of Mavuno brand fertilizer from Bidder No.3 instead of the recommended bidders. The Head of Supply Chain Management Services explained that the direct procurement was made necessary by changes in the technical specifications that resulted to a fundamental change affecting material governance as provided for in Section 63(1) of the Public Procurement and Asset Disposal Act, 2015. However, no documented evidence was availed for audit to confirm this information.

Bidder No.3 had sought to supply 90,000 bags of maize planting fertilizer with formulation 10:26:10 (NPK)+ in 25kg bags at a unit price of Kshs.2,049 and 90,000 bags of maize top-dressing fertilizer with formulation of 26:00:00 (NPK)+ in 25kg bags at a unit price of Kshs.1,719. Management and the bidder, thereafter, negotiated the prices down to Kshs.1,839 and Kshs.1,550 respectively.

Subsequently, Bidder No.3 supplied 90,000 bags of maize planting fertilizer and 90,000 bags of top-dressing fertilizer and was paid Kshs.305,010,000.

Had the supplies been procured from Bidder Nos.1 and 2 at their respective bid prices of Kshs.1,550 for planting and Kshs.1,100 for top dressing fertilizers, the total cost would have amounted to Kshs.238,500,000 instead of Kshs.305,010,000. Management would as a result, have saved public funds totalling Kshs.66,510,000.

In view of these anomalies, it is not possible to confirm that value for money was obtained on the expenditure totalling Kshs.305,010,000, incurred on purchase of the fertilizers.

17. Unsatisfactory Construction of Governor's Residence

The tender for construction of the Governor's residence was awarded in March, 2017 at a cost of Kshs.66,666,705. The works were to be completed in 48 weeks from June, 2017 but were varied severally and finally set at 166 weeks to 30 August, 2019. No adequate explanation was provided for the changes made to the contract period. Had the project been completed on time, the County Executive would have saved Kshs.6,800,000 incurred on housing the Governor during the duration of the delay.

The audit also revealed the following unsatisfactory issues:

(i) Ownership documents including the title deed for the plot the house was built on were not presented for audit and as a result, it was not possible to confirm that the County Government was the legal owner of the land. Information available indicated the land was owned by Kenya Forest Service and was part of the Mautuma Forest Block measuring 1,577.86 hectares set for degazettement to enable the National Government settle informal settlers under Mautuma Central Settlement Scheme. However, no explanation was provided by the Management for building the Governor's residence on land that the County Government did not own, and how the building plan was approved in the absence of land ownership documents.

(ii) In addition, the expected time for de-gazettement of the land and its allocation to the County Government was not known to Management. Further, the engineer's estimates were not availed for audit and as a result, the audit could not confirm whether all the costed works were done.

Handing Over Notes availed for audit indicated that the building was completed and handed over to the County Government by the contractor on 10 July, 2019. However, an audit inspection done in November, 2019 revealed the following anomalies:

i. The building was not connected to the water supply system and there was no indication of any plans to do so.

   Important security infrastructure, including a sentry house, were not included in the design of the building and were therefore, not constructed.

ii. Data cabling and other communication and security connectivity were not factored in the design.

iii. The residence lacked a car park and staff quarters and no indication was provided by Management that these would be built.

iv. The main gate had and the perimeter wall had no lighting as these were reportedly not included in the original plan or the Bill of Quantities.

v. Several rooms lacked electrical fittings, some even lacked pointers for the fittings.

vi. The kitchen similarly lacked important fittings, including a kitchen sink.

vii. At the time of the audit in August, 2019, the house was, in spite of its completion, yet to be occupied and the County Government was therefore still paying rent for the Governor's residence.

In view of these anomalies, tax payers may not obtain value for money on the project costing Kshs.66,666,705 since it was not executed in an effective way.

18. Unsatisfactory Execution of Enterprise Resource Planning System Project

18.1 Contract Details and Performance

Management signed a contract for implementation of an Enterprise Resource Planning (ERP) system Project on 27 May, 2016. The lease-purchase contract was valued at Kshs.509,239,000 and entailed supply, installation and commissioning of an electronic County ERP system with twelve (12) modules and services namely:

i. Core Public Sector Revenue Management Module (CPSRM);

ii. Human Resource Management Module (HRM);

iii. Real-time Vehicle Tracking and Management Module (RTVTTM);

iv. Electronic Content Management Software (ECMS);

v. 3rd Party service oriented integration layer;

vi. Cloud Based Dedicated Centre (CBDDC);

vii. Cloud Based Dedicated Back-up Site(CBDBS);

viii. Provision of Data Centre Services;

ix. All system Software;

x. Backup Software;

xi. Integration of the County Health Information System (CHIS) into the Revenue Management System and;

xii. Integration of the ERP and IFMIS.

However, audit verification of the project indicated that there was no detailed work plan or project document to guide the execution of the contract. In addition, the expected deliverables were not clearly stated and as a result, the execution process was not monitored in an effective way.

Further, there was no evidence that a feasibility study was carried out before the system was procured. As a result, the installed system did not execute the functions envisaged in the project in an effective way.

The following anomalies were noted during the audit carried out in October, 2019:

(i) The revenue management system was only operational in Kakamega Town even though it was intended to cover all Sub-Counties.

(ii) No project implementation plan was drawn and followed to ensure effective installation of the system.

(iii) The County Health Information System (CHIS) service installed for integration with the system was de-commissioned by the CHIS consultant and the project was thereafter abandoned.

(iv) The human resource module expected to manage recruitment, leave, transfers, and retirement of staff was not functional.

(v) The documents management module was reported as complete and tested but a visit to the Records Management Unit revealed that no documents were digitized in spite of a scanner having been bought for the purpose.

(vi) The fleet management module was not activated as the parameters for motor vehicle tracking were not developed and input in the devices purchased for use by the module.

(vii) The data centre and connectivity project were not implemented.

(viii) Integration of the ERP into IFMIS was not done. Although Management explained that The National Treasury had declined to allow integration of the system with IFMIS, there was no documentary evidence of The National Treasury having disapproved the County Executive's request to be connected to IFMIS.

(ix) The inventory of items and modules supplied under the contract, including the application software and the respective licenses, were not availed for audit review. As a result, it was not possible to confirm that all items purchased under the contract were supplied.

(x) In spite of only one out of twelve modules being put to use, the monthly fees totalling Kshs.7,327,333 due on all the modules were charged and paid to the contractor.

Further, it is not clear why Management has not renegotiated the contract so that only services provided by the system are paid for to avoid wasteful expenditure. In view of the

anomalies, value for money was not obtained on the expenditure totalling Kshs.509,239,000 spent on procurement of the system.

18.2 Financial Evaluation of the System

As previously mentioned, the cost of implementing the project including support and training included in the lease purchase contract, totalled Kshs.509,239,000. As at 30 June, 2019, Kshs.311,401,000 had been paid to the vendor and therefore, only Kshs.197,838,000 was outstanding.

Although the revenue management module was the core module of the ERP, comparison of the revenue collected and accounted for by the County during the year ended 30 June, 2019 revealed that collections recorded by the system totalled Kshs.112,596,653 only out of the total county own-generated receipts totalling Kshs.999,827,089. Revenue collection through the system was therefore equivalent to only 11% of the receipts from own sources in spite of the large investment on the system totalling Kshs.509,239,000.

The County Government has, therefore, not received value for money on the expenditure incurred on the ERP system. Further, the IFMIS system in use and managed by The National Treasury offers similar functionalities that may be activated on request. Management's decision to procure a new system that cost taxpayers Kshs.509,239,000 may, therefore, have not been necessary.

19. Ineffective Implementation of Cashless Revenue Collection System

A contract for the implementation of an additional cashless revenue collection system was signed on 15 March, 2019 for implementation in eighty-eight (88) weeks to September, 2020. However, audit review of the contract revealed that it contained clauses that were unfavourable to the County Government, as outlined below:

19.1 Uncertainty Over Transaction and Other Fees

The contract provided that the fee payable to the vendor per transaction would be two decimal five percent (2.5%) of all the funds collected through the system. However, the contract did not clarify whether the fee would include third party charges, such as Mpesa fees, incurred.

In addition, the contract did not state which of the two parties would bear the cost of auxiliary infrastructure such as portable devices and terminals required or used by the system.

19.2 Unfavourable Service Level Agreement

The response time for each category of incidents identified in the Service Level Agreement (SLA) does not provide for the resolution time. The SLA should have provided remedies to the County Executive for system downtime since the County would suffer revenue losses during the downtime. In addition, the provisions of the SLA were not specific and did not define a monitoring mechanism or applicable penalties for breach of

contract. Good practice requires vendors of such systems to provide for a manual contingency revenue collection process and forfeiture of any commission payable for revenues collected manually. Further, penalties payable should be based on the severity of incidents.

There is no mechanism for monitoring the SLA and the vendor is not required to report monthly statistics including data on time the system is not functional. Definition of availability, or the operational status of the system that should be considered as fully functional, is not clarified in the SLA.

In view of the shortcomings, the service level contract appears to favour the contractor against the County Government which could constrain the effectiveness of the system.

19.3 Incomplete Implementation of Project

Certificates indicating that the various modules of the cashless system were successfully installed and put to use were not availed for audit. However, physical verification during the audit in October, 2019 revealed the following unsatisfactory matters:

i. Delivery of the hardware and software provided for use in the system's data centre could not be confirmed as the respective records were not availed for audit. In addition, although Management indicated that the system's services were hosted in the cloud (remote servers) and the hardware and software licenses were deployed at the hosting site, no documentary evidence was availed to confirm the assertion. As a result, it was not possible to confirm whether all hardware and software purchased with the system were supplied.

i. The revenue streams reflected in the Finance and Appropriation Act passed by the County Assembly were not captured in the system in the same form as they were approved by the County Assembly.

ii. Several of the modules envisaged in the system were not implemented. These included small businesses and street parking facilities, mobile application and county pay systems, and the Unstructured Supplementary Service Data (USSD) system network.

iii. Although all the 200 Point-of-Sale (POS) devices were supplied, officers in the revenue department were not issued with mobile phone numbers configured to verify and enforce revenue activities.

iv. Near Field Communication (NFC) capability that would offer enhanced connectivity among the devices used by the system was not installed.

v. Only one payment services provider, was connected to the system in spite of there being several others in the County.

vi. The timelines for the activation of the County electronics wallet was not stated.

Failure to implement all the modules purchased for the system constrained its utility and may result in waste of public funds.

19.4 Financial Implications

Out of the budget totalling Kshs.21,365,823 provided for the system in the 2018/19 financial year, only Kshs.3,190,000 was spent, being 50% of the cost of the feasibility study set at Kshs.6,380,000.

Further, records availed for audit indicated that procurement and installation the cashless system required additional funding estimated at Kshs.95,866,582.

This was in addition to the cost of the ERP system purchased at Kshs.509,239,000 and which included a revenue management module that was not fully implemented. No plausible explanation was provided by Management for the need to procure the new cashless system contracted to cost Kshs.102, 246, 582 inclusive of the feasibility study.

In the circumstances, the cashless system may not offer any additional utility and is therefore likely to result in waste of public funds.

20. Failure to Recover Outstanding Imprests

The statement of assets and liabilities as at 30 June, 2019 reflects accounts receivables-outstanding imprests balance totalling Kshs.10,465,640 which should have been accounted for on or before 30 June, 2019. The imprests were outstanding for periods ranging between six (6) months and three and a half ($3^1/_2$) years. However, no explanation was provided by Management for failure to recover the imprests from the holders.

Failure to surrender the outstanding imprests in due time contravened Regulation 93 (5) of the Public Finance Management (County Government) Regulations, 2015. In addition, it was not possible to confirm that the imprests were spent for the purposes intended.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my

report, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Lack of Risk Management Policy

The County Executive did not have a risk management policy during the year under review even though records indicated that the Internal Audit Department had initiated the process of designing the policy in July, 2019. No explanation was provided by Management for the failure to implement the initiative.

In the circumstances, the County Executive may not be able to identify and mitigate the impacts of events likely to have adverse effects on its operations.

2. Insufficient Cash Book Controls

Examination of the cashbook and imprest register for Kakamega County General Hospital revealed that contrary to regulations, the cash book was not rechecked by a senior officer such as the Hospital Administrator or Medical Superintendent; or by the Internal Auditor. As a result, oversight and control on the entries in the cashbook was weak. In the absence of proper management of cashbook records, the risk of inaccuracies and other anomalies in the balances reflected therein was high.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the County Executive's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to dissolve the County Executive or cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the County Executive's financial reporting process, reviewing the effectiveness of how the County Executive monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1) (a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the County Executive's policies and procedures may deteriorate.

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

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

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

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

Nancy Gathungu
AUDITOR-GENERAL

Nairobi

04 May, 2021

5. FINANCIAL STATEMENTS

5.1. STATEMENT OF RECEIPTS AND PAYMENTS

		2018/2019	2017/2018
	Note	Kshs	Kshs
RECEIPTS			
Exchequer releases – Equitable Share	1A	10,330,600,000	9,935,800,000
Proceeds from Domestic and Foreign Grants	2	887,657,563	177,238,465
Transfers from Other Government Entities	3	745,724,088	845,452,642
Returns of Equity Holdings (Farm Input)	4	-	177,508,731
County Own Generated Receipts	5	999,827,089	504,760,810
TOTAL RECEIPTS		**12,963,808,740**	**11,640,760,648**
PAYMENTS			
Compensation of Employees	6	4,575,458,415	4,571,436,148
Use of goods and services	7	1,777,002,595	1,651,089,390
Transfers to Other Government Units	8	1,181,305,830	1,001,980,538
Other grants and transfers	9	1,978,986,264	825,668,304
Acquisition of Assets	10	3,218,738,711	3,061,629,468
Finance Costs, including Loan Interest	11	854,696	793,256
Other Payments	12	25,596,693	451,669,702
TOTAL PAYMENTS		**12,757,943,204**	**11,564,266,806**
SURPLUS/DEFICIT		**205,865,536**	**76,493,842**

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 30/12/ 2019 and signed by:

Chief Officer
Name: JOHN LUCHAN IMBUSO

Head of Treasury
Name: SAMSON OBWANGA
ICPAK Member Number: 41320

5.2 STATEMENT OF ASSETS AND LIABILITIES

		2018/2019	2017/2018
FINANCIAL ASSETS	**Note**	**Kshs**	**Kshs**
Cash and Cash Equivalents			
Bank Balances	13	1,906,173,770	1,625,959,172
Total Cash and cash equivalents		**1,906,173,770**	**1,625,959,172**
Accounts receivables – Outstanding Imprests	14	10,465,640	63,575,947
TOTAL FINANCIAL ASSETS		**1,916,639,410**	**1,689,535,119**
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	15	**285,900,075**	**264,661,320**
NET FINANCIAL ASSETS		**1,630,739,335**	**1,424,873,799**
REPRESENTED BY			
Fund balance b/fwd	16	1,424,873,799	1,342,587,560
Prior year adjustments	17	-	5,792,397
Surplus/Deficit for the year		205,865,536	76,493,842
NET FINANCIAL POSITION		**1,630,739,335**	**1,424,873,799**

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 30/12/ 2019 and signed by:

Chief Officer
Name: JOHN LUCHIUS IMBUSO

Head of Treasury
Name: SAMSON OBWANGA
ICPAK Member Number: 4130

5.3 STATEMENT OF CASHFLOWS

		2018/2019	2017/2018
	Note	Kshs	Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts From Operating Income			
Exchequer releases	1A	10,330,600,000	9,935,800,000
Proceeds from Domestic and Foreign Grants	2	887,657,563	177,238,465
Transfers from Other Government Entities	3	745,724,088	845,452,642
Returns of Equity Holdings	4	-	177,508,732
County Own Generated Receipts	5	999,827,089	504,760,810
Totals		**12,963,808,740**	**11,640,760,648**
Payments for Operating Expenses			
Compensation of Employees	6	(4,575,458,415)	(4,571,436,148)
Use of goods and services	7	(1,777,002,595)	(1,651,089,390)
Transfers to Other Government Units	8	(1,181,305,830)	(1,001,980,538)
Other grants and transfers	9	(1,978,986,264)	(825,668,304)
Finance Costs, including Loan Interest	11	(854,696)	(793,256)
Other Payments	12	(25,596,693)	(451,669,702)
Totals		**(9,539,204,493)**	**(8,502,637,338)**
Adjusted for:			
Changes in receivables		53,110,307	(39,018,687)
Changes in payables		21,238,755	351,097
Prior year adjustments		-	5,792,397
Total Adjustments		**74,349,062**	**(32,875,193)**
Net cash flows from operating activities		**3,498,953,309**	**3,105,248,118**
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	10	(3,218,738,711)	(3,061,629,469)
Net cash flows from investing activities		**(3,218,738,711)**	**(3,061,629,469)**
CASHFLOW FROM FINANCING ACTIVITIES			
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		**280,214,598**	**43,618,649**
Cash and cash equivalent at BEGINNING of the year		**1,625,959,172**	**1,582,340,523**
Cash and cash equivalent at END of the year	13A	**1,906,173,770**	**1,625,959,172**
As per statement of assets		**1,906,173,770**	**1,625,959,172**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kakamega County Executive financial statements were approved on 30/12/ 2019 and signed by:

Chief Officer
Name: JOHN LUCHHISOI (MBOCO

Head of Treasury
Name: SAMSON OBINAGA
ICPAK Member Number 4130

5.4 SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	10,330,600,000	-	10,330,600,000	10,330,600,000	-	100%
Proceeds from Domestic and Foreign Grants	787,282,032	131,827,299	919,109,331	887,657,563	31,451,768	97%
Transfers from Other Government Entities	737,068,228	8,655,860	745,724,088	745,724,088	-	100%
County Own Generated Receipts	1,043,624,284	156,375,716	1,200,000,000	999,827,089	200,172,911	83%
Sub Total	**12,898,574,544**	**296,858,875**	**13,195,433,419**	**12,963,808,740**	**231,624,679**	**98%**
Returned CRF issues	1,609,175,958	(315,185,890)	1,293,990,068	1,424,873,799	130,883,731	110%
TOTAL	**14,507,750,502**	**-(18,327,015)**	**14,489,423,487**	**14,388,682,539**	**100,740,948**	**99%**
PAYMENTS				-		
Compensation of Employees	4,726,622,183	(150,266,066)	4,576,356,117	4,575,458,415	897,702	100%
Use of goods and services	1,773,944,746	29,000,000	1,802,944,746	1,777,002,596	25,942,150	99%
Transfers to Other Government Units	1,128,717,390	62,647,200	1,191,364,590	1,181,305,830	10,058,760	99%

Other grants and transfers	2,329,227,015	(139,609,625)	2,189,617,390	1,978,986,264	210,631,126	90%
Acquisition of Assets	4,518,239,168	179,901,476	4,698,140,644	3,218,738,711	1,479,401,933	69%
Finance Costs, including Loan Interest	1,000,000	-	1,000,000	854,696	145,304	85%
Receipt/Expense Item	**Original Budget**	**Adjustments**	**Final Budget**	**Actual on Comparable Basis**	**Budget utilization difference**	**% of Utilization**
Other Payments	30,000,000		30,000,000	25,596,693	4,403,307	85%
TOTAL	**14,507,750,502**	**- 18,327,015**	**14,489,423,487**	**12,757,943,205**	**1,731,480,282**	**88%**

The County Government of Kakamega financial statements were approved on 30/12/ 2019 and signed by:

Chief Officer
Name: JOHN LUCHAYSOI IMBASO

Head of Treasury Accounts
Name: SAMSON OBWANGA
ICPAK Member Number 4130

5.5 SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	5,371,912,000	195,488,692	5,567,400,692	5,479,350,240	88,050,452	98%
Proceeds from Domestic and Foreign Grants	409,386,657	68,550,195	477,936,852	470,813,571	7,123,281	99%
Transfers from Other Government Entities	383,275,479	4,501,047	387,776,526	395,532,056	(7,755,531)	102%
County Own Generated Receipts	542,684,628	81,315,372	624,000,000	530,308,288	93,691,712	85%
Sub Total	**6,707,258,763**	**349,855,307**	**7,057,114,070**	**6,876,004,156**	**181,109,914**	**97%**
Returned CRF issues	792,025,556	(163,896,663)	628,128,893	740,934,375	(112,805,482)	118%
TOTAL	**7,499,284,319**	**185,958,644**	**7,685,242,963**	**7,616,938,531**	**68,304,432**	**99%**
PAYMENTS				-		
Compensation of Employees	4,726,622,183	(150,266,066)	4,576,356,117	4,575,458,415	897,702	100%
Use of goods and services	1,646,986,102	336,224,710	1,983,210,812	1,777,002,596	206,208,216	90%
Transfers to Other Government Units	1,125,145,634	-	1,125,145,634	1,051,305,830	73,839,804	93%
Finance Costs, including Loan Interest	530,400	-	530,400	453,331	77,069	85%

Other Payments		-		-		0%
TOTAL	**7,499,284,319**	**185,958,644**	**7,685,242,963**	**7,404,220,172**	**281,022,791**	**96%**

The County Government of Kakamega financial statements were approved on 30/12/ 2019 and signed by:_

Chief Officer

Name: JOHN LUCHTSON MUSIKO

Head of Treasury Accounts

Name: SAMSON OBINANGA
ICPAK Member Number: 4130

5.6 SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	4,962,288,718	-	4,962,288,718	4,851,249,760	111,038,958	98%
Proceeds from Domestic and Foreign Grants	377,895,375	-	377,895,375	416,843,992	(38,948,616)	110%
Transfers from Other Government Entities	350,192,032	-	350,192,032	350,192,032	-	100%
County Own Generated Receipts	500,939,656	-	500,939,656	469,518,801	31,420,855	94%
Sub Total	**6,191,315,782**	-	**6,191,315,782**	**6,087,804,584**	**103,511,197**	**98%**
Returned CRF issues	817,150,402	(204,285,659)	612,864,743	683,939,424	(71,074,681)	112%
TOTAL	**7,008,466,183**	**(204,285,659)**	**6,804,180,524**	**6,771,744,008**	**32,436,516**	**100%**
PAYMENTS						
Transfers to Other Government Units	54,717,390	75,282,610	130,000,000	130,000,000	-	100%
Other grants and transfers	2,392,040,025	(384,187,135)	2,007,852,890	1,978,986,264	28,866,627	99%
Acquisition of Assets	4,518,239,168	104,618,866	4,622,858,034	3,218,738,711	1,404,119,323	70%
Finance Costs, including Loan Interest	469,600	-	469,600	401,365	68,235	85%

Other Payments	43,000,000	-	43,000,000	25,596,693	17,403,307	60%
TOTAL	**7,008,466,183**	**(204,285,659)**	**6,804,180,524**	**5,353,723,033**	**1,450,457,491**	**79%**

The entity financial statements were approved on 30/12/ 2019 and signed by:

Chief Officer
Name: JOHN LUCHESO MBICHO

Head of Treasury Accounts
Name: SAMSON OBIWANGA
ICPAK Member Number: 4130

5.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Sub Program	Description	Original Budget	Supplimentary	Approved Budget	Actual payments	variance
MINISTRY OF AGRICULTURE						
101014810	Livestock resource management and development	132,000,000	(24,500,000)	107,500,000	73,907,495	33,592,505
101024810	Livestock Value Chains Development	10,000,000	-	10,000,000	6,825,350	3,174,650
101034810	Livestock disease and pest prevention	23,699,722	8,000,000	31,699,722	28,514,432	3,185,290
101044810	Livestock Market infrastructure Improvement	27,166,205	(751,231)	26,414,974	11,635,316	14,779,658
102024810	Promotion of Fish Farming	96,659,846	(34,063,592)	62,596,254	21,673,624	40,922,630
103014810	Crop production and management services	5,000,000	-	5,000,000	4,912,185	87,815
103024810	Horticulture Promotion and Development	225,000,000	192,837,041	417,837,041	416,925,294	911,747
103034810	Farm Input Support and Subsidies	5,000,000	(1,000,000)	4,000,000	3,935,600	64,400
103044810	Agricultural Extension and Research	37,628,533	19,344,123	56,972,656	56,839,590	133,066
105014810	Agricultural training services	4,199,395	753,859	4,953,254	3,809,512	1,143,742
105024810	Agriculture training Infrastructure development	35,000,000	(12,000,000)	23,000,000	22,752,219	247,781
105034810	Kenya Climate Smart Agriculture programme	117,000,000	-	117,000,000	116,970,226	29,774
106014810	Cooperative development and	36,313,095	(10,000,003)	26,313,092	15,058,438	11,254,654

	marketing					
120014810	Small Holder Irrigation and Drainage	8,150,014	1,500,000	9,650,014	5,936,997	3,713,017
SUBTOTAL		**762,816,810**	**140,120,197**	**902,937,007**	**789,696,278**	**113,240,729**
LANDS, HOUSING, URBAN AREAS AND PHYSCAL PLANNING						
107014810	Land use policy and planning	37,366,749	2,200,000	39,566,749	31,888,259	7,678,490
107024810	Land Administration and Planning	78,094,429	(23,050,000)	55,044,429	41,715,485	13,328,944
107034810	Survey Services	13,551,980	(7,518,505)	6,033,475	4,538,002	1,495,473
108014810	Housing development and management	10,000,000	6,268,506	16,268,506	15,493,516	774,990
110014810	Urban Transport management	453,618,800	43,746,582	497,365,382	94,782,078	402,583,304
110024810	Social Amenities and Sanitary Services	110,058,334	8,600,000	118,658,334	100,107,891	18,550,443
SUBTOTAL		**702,690,292**	**30,246,583**	**732,936,875**	**288,525,231**	**444,411,644**
ROADS, INFRASTRUCTURE, PUBLIC WORKS AND ENERGY						
201014810	Infrastructure , roads and transport services	271,995,701	107,813,797	379,809,498	260,147,761	119,661,737
201024810	Infrastructure Development	72,000,000	-	72,000,000	68,410,162	3,589,838
201034810	Road construction	1,120,000,000	246,863,316	1,366,863,316	1,350,209,678	16,653,638
202014810	Administrative, planning and support services	35,197,511	3	35,197,514	21,441,731	13,755,783

203014810	Rural Electrification	130,000,000	-	130,000,000	98,529,487	31,470,513
204014810	Public works Management	13,728,048	-	13,728,048	8,371,349	5,356,699
SUB TOTAL		**1,642,921,260**	**354,677,116**	**1,997,598,376**	**1,807,110,168**	**190,488,208**
HEALTH SERVICES						
401014810	Preventive and promotive services	14,544,080	(2,664,490)	11,879,590	11,879,590	-
401024810	Community Health Strategy	84,000,000	(29,700,000)	54,300,000	54,300,000	-
401034810	Diseases surveillance & Emergency response	10,000,000	(5,000,000)	5,000,000	5,000,000	-
401044810	Nutrition service Promotion	3,000,000	(1,500,000)	1,500,000	1,500,000	-
401054810	HIV /AIDS Control	3,000,000	(1,000,000)	2,000,000	2,000,000	-
401064810	Maternal and child healthcare promotion	110,000,000	(6,500,000)	103,500,000	103,500,000	-
401074810	TB Control	5,000,000	(1,000,000)	4,000,000	4,000,000	-
401084810	Malaria control	5,000,000	(2,500,000)	2,500,000	2,500,000	-
401094810	Promotion of family planning	5,000,000	(3,750,000)	1,250,000	1,250,000	-
402014810	Curative services	982,899,460	(113,374,480)	869,524,980	869,524,980	-
402024810	Community Health Strategy	601,504,990	174,430,305	775,935,295	766,770,171	9,165,124
402034810	Disease Surveillance and Response	15,000,000	-	15,000,000	15,000,000	-
403014810	Administrative, planning and support services	7,500,000	-	7,500,000	7,500,000	-

403024810	Disability mainstreaming	500,000	-	500,000	500,000	-
403034810	Health Data and Information Management	6,000,000	(1,500,000)	4,500,000	4,500,000	-
SUB TOTAL		**1,852,948,530**	**5,941,335**	**1,858,889,865**	**1,849,724,741**	**9,165,124**
WATER,ENVIRONMENT AND NATURAL RESOURCES						
403034810	Mineral Resource Management	34,895,091	67,500,000	102,395,091	11,119,960	91,275,131
403034810	Water Resource Supply and management	330,095,211	(91,880,000)	238,215,211	200,849,136	37,366,075
403034810	Enviromental Protection	32,570,105	(5,999,999)	26,570,106	17,541,729	9,028,377
403034810	Climate Change management	5,000,000	(1,800,000)	3,200,000	-	3,200,000
SUB TOTAL		**402,560,407**	**(32,179,999)**	**370,380,408**	**229,510,825**	**140,869,583**
SOCIAL SERVICES, YOUTH & SPORTS						
902014810	Culture and Heritage Conservation	25,960,003	(5,000,000)	20,960,003	12,103,450	8,856,553
903014810	Development of Sports facilities	400,000,000	(299,000,000)	101,000,000	56,233,925	44,766,075
903024810	Promotion and Development of Sports and Talent	27,823,230	5,000,000	32,823,230	16,015,723	16,807,507
904014810	Youth Disability and Gender Empowerment	8,985,201	1,500,000	10,485,201	1,927,171	8,558,030
905014810	Promotion of Industrial Peace	1,820,285	-	1,820,285	1,341,186	479,099
906014810	Social Development and Protection	51,000,000	13,472,693	64,472,693	50,404,317	14,068,376

906024810	Child welfare Services	6,251,538	-	6,251,538	2,694,730	3,556,808
908014810	Library services	1,407,128	-	1,407,128	1,180,116	227,012
901014810	Administrative Services	33,062,834	2,327,305	35,390,139	25,592,382	9,797,757
SUB TOTAL		**556,310,219**	**(281,700,002)**	**274,610,217**	**167,493,000**	**107,117,217**
Trade,Industrialization and Tourism						
307014810	Morden Market Infrastructure	170,000,000	(25,000,000)	145,000,000	90,920,354	54,079,646
307024810	Trade Financing	10,000,000	-	10,000,000	-	10,000,000
307034810	Investment Promotion	4,546,570	10,000,000	14,546,570	13,718,812	827,758
308014810	Tourism Promorion	15,000,000	(5,000,000)	10,000,000	4,591,714	5,408,286
308024810	Development of Local Content Niche Tourism	10,000,000	-	10,000,000	2,816,640	7,183,360
309014810	Industrial Development and Promotion	127,058,081	(60,000,000)	67,058,081	11,618,957	55,439,124
309024810	SME and Cottage industry development	35,000,000	(15,000,000)	20,000,000	-	20,000,000
304014810	Promotion of tourism and marketing	2,709,000	-	2,709,000	2,434,720	274,280
306014810	Administration Support Services	9,894,150	3,050,500	12,944,650	12,058,009	886,641
306024810	Quality Assurance	8,216,147	(497)	8,215,650	2,693,229	5,522,421
SUB TOTAL		**392,423,948**	**(91,949,997)**	**300,473,951**	**140,852,435**	**159,621,516**
County Assembly						
710014810	County Assembly		12,647,200	1,061,364,590		10,058,760

		1,048,717,390			1,051,305,830	
SUB TOTAL		1,048,717,390	12,647,200	1,061,364,590	1,051,305,830	10,058,760
PUBLIC SERVICE AND ADMINISTRATION AND PUBLIC SERVICE BOARD						
712014810	County Administration	392,607,296	(20,804,359)	371,802,937	320,193,388	51,609,549
712024810	Human Resource Management	4,996,558,169	(165,791,261)	4,830,766,908	4,722,755,511	108,011,397
712034810	County Special Programmes	9,171,705	4,999,999	14,171,704	13,168,802	1,002,902
SUB TOTAL		**5,398,337,170**	**(181,595,621)**	**5,216,741,549**	**5,056,117,701**	**160,623,848**
OFFICE OF THE GOVERNOR						
703024810	County executive services	191,481,047	886,000	192,367,047	134,936,911	57,430,136
709014810	Cordination and supervisory services	86,911,983.00	(10,886,000)	76,025,983	64,365,994	11,659,989
709024810	County Internal Audit services	15,183,953.00	2	15,183,955	12,620,829	2,563,126
SUB TOTAL		**293,576,983**	**(9,999,998)**	**283,576,985**	**211,923,734**	**71,653,251**
Education Science and Technology						
502014810	Administrative, planning and support services	20,502,727	79,539,310	100,042,037	99,965,303	76,734
503014810	Polytechnic Support and Development	218,556,775	(2,539,310)	216,017,465	205,904,143	10,113,322
504014810	ECD Infrastructure Development	275,000,000	(65,000,000)	210,000,000	159,998,974	50,001,026
504024810	SP2 ECD education		(63,000,000)	117,000,000		1,875

	improvement and Support	180,000,000			116,998,125	
505014810	General Infrastructure Support	93,000,000	(16,000,000)	77,000,000	77,000,000	-
505024810	Education Financial Support	30,000,000	-	30,000,000	29,923,849	76,151
SUB TOTAL		**817,059,502**	**(67,000,000)**	**750,059,502**	**689,790,394**	**60,269,108**
ICT						
705014810	Information and communication services	199,201,876	52,580,976	251,782,852	181,969,088	69,813,764
SUB TOTAL		**199,201,876**	**52,580,976**	**251,782,852**	**181,969,088**	**69,813,764**
FINANCE AND PLANNING						
706014810	Economic and and policy formulation and management planning	35,962,855	6,597,307	42,560,162	40,892,973	1,667,189
707014810	Public finance management	61,528,000	(4,100,000)	57,428,000	52,677,910	4,750,090
707024810	Financial Accounting and Reporting	164,379,000	(6,400,000)	157,979,000	131,816,620	26,162,380
707034810	Budget Formulation and management	21,684,600	6,400,000	28,084,600	28,454,176	(369,576)
707044810	Revenue Mobilization	8,720,693	1,528,907	10,249,600	9,846,722	402,878
713014810	Administrative Services	36,254,569	147,726,706	183,981,275	30,235,379	153,745,896
714014810	Public Debt Management	3,609,000	(314,805)	3,294,195	-	3,294,195
718014810	Investment promotion	106,047,398	(101,552,920)	4,494,478	-	4,494,478
SUB TOTAL		**438,186,115**	**49,885,195**	**488,071,310**	**293,923,780**	**194,147,530**

GRAND TOTAL		14,507,750,502	(18,327,015)	14,489,423,487	12,757,943,205	1,731,480,282

5.8 SIGNIFICANET 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 International Public Sector Acounting Standard (IPSAS) cash basis of Accounting, as prescribed by the Public Sector Acounting Standards Board (PSASB) and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the Conty Government of Kakamega(Executive) all values are rounded to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting entity

The financial statements are for the County Government of Kakamega (Executive) specified under section 164 of the Public Finance Management Act, 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

Tax receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

External Assistance

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

Donations and grants

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

Proceeds from borrowing

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

Undrawn external assistance

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

County Own Generated Receipts

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

Returns to CRF Issues

These relate to unspent balances in the development, recurrent and deposit accounts at the end of the year which are returned to the County Revenue Fund (CRF) and are recognised in the statement of Assets and Liabilities as balance brought forward.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Recognition of payments

The County Government of Kakamega recognises all expenses when the event occurs and the related cash has actually been paid out by the entity.

Compensation of employees

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

Use of goods and services

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

Interest on borrowing

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

Repayment of borrowing (principal amount)

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

Acquisition of fixed assets

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

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

4. In-kind contributions

In-kind contributions are donations that are made to the County Government of Kakakmega in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value

received for in-kind contributions can be reliably determined, the County Government of Kakakmega includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

5. Cash and cash equivalents

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

Restriction on cash

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2019, this amounted to KShs 285,900,075 compared to KShs 264,661,320 in prior period as indicated on note 15

There were no other restrictions on cash during the year

6. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

7. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted and prescribed by the Public Sector Accounting Standards Board. Other liabilities including pending bills are disclosed in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Non-current assets

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

9. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Government of Kakakmega at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

10. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The kakamega county budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on 30th june 2018 for the period 1st July 2018 to 30 June 2019 as required by law. There was two number of supplementary budgets passed in the year. A high-level assessment of the kakamega county actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

11. Comparative figures

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

12. Subsequent events

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

13. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the

received for in-kind contributions can be reliably determined, the County Government of Kakakmega includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

5. Cash and cash equivalents

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

Restriction on cash

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2019, this amounted to KShs 285,900,075 compared to KShs 264,661,320 in prior period as indicated on note 15

There were no other restrictions on cash during the year

6. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

7. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted and prescribed by the Public Sector Accounting Standards Board. Other liabilities including pending bills are disclosed in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Non-current assets

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

9. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Government of Kakakmega at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

10. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The kakamega county budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on 30th june 2018 for the period 1st July 2018 to 30 June 2019 as required by law. There was two number of supplementary budgets passed in the year. A high-level assessment of the kakamega county actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

11. Comparative figures

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

12. Subsequent events

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

13. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the

earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

14. Related party transactions

Related party transactions involve cash and in kind transactions with the National Government, National Government entities and County Government entities. Specific information with regards to related party transactions is included in the disclosure notes.

5.9 NOTES TO THE FINANCIAL STATEMENTS

1. EXCHEQUER RELEASES

	2018 - 2019	2017 – 2018
	KShs	KShs
Total Exchequer Releases for quarter 1	537,894,162	383,600,000
Total Exchequer Releases for quarter 2	3,151,955,149	2,984,402,053
Total Exchequer Releases for quarter 3	2,353,551,687	1,999,559,082
Total Exchequer Releases for quarter 4	5,920,580,653	5,590,929,971
Total	**11,963,981,651**	**10,958,491,107**

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

1A. Equitable Share

Description	2018/2019	2017/2018
	KShs	KShs
Total Equitable Share for quarter 1	537,894,162	383,600,000
Total Equitable Share for quarter 2	3,151,955,149	2,984,402,053
Total Equitable Share for quarter 3	2,353,551,687	1,999,559,083
Total Equitable Share for quarter 4	4,287,199,002	4,568,238,865
Total	**10,330,600,000**	**9,935,800,000**

1B: Level 5 Hospitals Allocation

Description	2018/2019	2017/2018
	KShs	KShs
Transfers for level 5 hospitals	427,283,238	427,283,238
Total	**427,283,238**	**427,283,238**

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

Description	2018/2019	2017/2018
	KShs	KShs
DANIDA - Universal Healthcare in Devolved Units Programme	33,311,250	39,865,919
World Bank – Transformation of Health Universal System Care Project(THUSCP)	67,018,604	50,000,000
Kenya Devolution Support Programme	262,583,677	59,311,725
Youth Polytechnic support grant	52,782,050	28,060,821
User fees in health centres and dispensaries	37,789,290	-
Kenya Urban Support Programme	389,118,800	-
Kenya Climate Smart Agriculture Project (KCSAP)	41,643,182	-
Urban Support Grand	41,200,000	-
Road Maintenence Fuel Levy Fund	280,651,560	379,552,259
Total	**1,206,098,413**	**556,790,724**

2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in	2018/2019	2017/2018
		Ksh	Kshs	Ksh
Grants Received from Bilateral Donors (Foreign Governments)				
Youth Polytechnic support grant		Ksh	52,782,050	28,060,821
World Bank – Transformation of Health Universal System Care Project(THUSCP)		Ksh	67,018,604	50,000,000
Kenya Devolution Support Programme		Ksh	262,583,677	59,311,725
Grants Received from Multilateral Donors (International Organizations)				
DANIDA - Universal Healthcare in Devolved Units Programme		Ksh	33,311,250	39,865,919

Grants Received from other levels of government				
Kenya Climate Smart Agriculture Project (KCSAP)		Ksh	41,643,182	-
Kenya Urban Support Programme		Ksh	389,118,800	-
Urban Support Grand		Ksh	41,200,000	-
TOTAL		**Ksh**	**887,657,563**	**177,238,465**

3. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

	2018/2019	2017/2018
	Kshs	**Kshs**
Transfers from Central government entities		
User fees	37,789,290	38,617,145
Ministry of Roads and Transport	280,651,560	379,552,259
Ministry of Health	427,283,238	427,283,238
Total	**745,724,088**	**845,452,642**

4. RETURNS OF EQUITY HOLDINGS

	2018 - 2019	2017 - 2018
	KShs	KShs
Farm Input subsidies	-	177,508,731
Total	-	**177,508,731**

Farm Inputs was reclassified as Own Generated revenue in the Financial Year 2018/219

5. COUNTY OWN GENERATED RECEIPTS

Source	2018/2019	2017/2018
Revenue stream	**Ksh**	**Ksh**
Interest	450,000	12,508,664
Single Business permit	79,968,601	68,649,690
Cess on Agric'	49,245,668	27,155,400
Property rates	18,555,615	30,774,822
Liquor	17,886,326	26,667,711
Other Local receipts	27,620,532	23,615,359
Leased/Rentals of assets	7,909,789	6,745,045
Market Fees	45,383,479	36,910,235
Bus park	59,488,055	55,681,484
Public Health Services	218,285,937	159,864,093
NHIF	130,502,050	28,003,178
Slaughter Fee	2,094,795	4,599,026
Farm input	178,928,435	-
Bukura ATC	5,295,121	7,548,007
Plan approval	16,531,643	8,250,495
Hire fees	5,325,630	4,787,600
Advertisement	17,535,426	-
Veterinary	4,820,570	-
Sugar fund receipts	113,999,417	3,000,001
TOTAL	**999,827,089**	**504,760,810**

1 Enforcement activities resulted in increased revenue (market fees, Plan approvals, SBP, Advertisement) year 2018/2019
2 Farm inputs was not being reported as Own Source Revenue
3 Property rates year 2017/2018 was high as aresult of waiver
4 NHIF in prior year was not being captured fully as compared to year 2018/2019
5 Bus park increased due to introduction of monthly stickers and enforcement activities

6 Increased enforcement in Advertisement rsulted in high revenue

6. COMPENSATION OF EMPLOYEES

	2018/2019	2017/2018
	Kshs	Kshs
Basic salaries of permanent employees	2,266,888,788	4,541,679,239
Basic wages of temporary employees	45,111,153	29,756,909
Personal allowances paid as part of salary	1,998,059,810	-
Pension and other social security contributions	179,055,992	-
Compulsory national social security schemes	10,453,672	-
Compulsory national health insurance schemes	75,889,000	-
Total	**4,575,458,415**	**4,571,436,148**

7. USE OF GOODS AND SERVICES

	2018/2019	2017/2018
	Kshs	Kshs
Utilities, supplies and services	95,660,591	36,725,372
Communication, supplies and services	35,765,285	34,923,454
Domestic travel and subsistence	410,097,419	249,023,095
Foreign travel and subsistence	14,909,651	12,198,939
Printing, advertising and information supplies & services	95,407,900	122,178,664
Rentals of produced assets	54,166,378	66,443,837
Training expenses	30,275,244	68,880,259
Hospitality supplies and services	184,042,528	226,667,722
Insurance costs	3,345,139	22,128,890
Specialised materials and services	300,428,109	318,091,282
Office and general supplies and services	141,839,925	82,834,285
Other operating expenses	290,542,738	304,387,266
Routine maintenance – vehicles and other transport equipment	35,914,651	36,437,073
Fuel Oil and Lubricants	48,876,486	43,379,243
Routine maintenance – other assets	35,730,553	26,771,459
Total	**1,777,002,595**	**1,651,089,390**

8. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018/2019	2017/2018
	Kshs	Kshs
Transfers to County Assembly	1,051,305,830	893,516,738
Transfer to KDDC	90,000,000	21,463,800
Transfer to Kakamega Water Company	40,000,000	87,000,000
TOTAL	**1,181,305,830**	**1,001,980,538**

9. OTHER GRANTS AND PAYMENTS

Description	2018/2019	2017/2018
	Kshs	Kshs
Scholarships and other educational benefits	591,353,355	386,074,477
Transfers to Alcoholic drinks fund	-	4,451,500
Bukura ATC	-	3,110,152
Tranfers to Beneficiaries (Linda afya ya Mama na Mtoto)	112,726,600	22,814,500
Transfer to Dispensaries/Health Centres/Hospitals	326,640,692	404,127,830
Youth Development and labour	185,940,764	-
Social and culture Services	40,188,002	-
Council of Governors	13,359,384	5,089,845
Health programmes	11,161,261	-
Special Purpose Universal Care expenses	117,554,930	-
Funeral expenses from emergency	4,380,000	-
Kenya Climate Smart Agriculture expenses	21,299,472	-
Farm input expenses	546,943,861	-
Development control & Approval	944,356	-
Tourism	6,493,587	-
TOTAL	**1,978,986,264**	**825,668,304**

10. ACQUISITION OF ASSETS

	2018/2019	2017/2018
	Kshs	Kshs
Non Financial Assets		
Construction of Buildings	993,689,742	1,098,216,750
Refurbishment of Buildings	48,163,635	8,772,906
Construction of Roads	1,437,040,891	1,300,860,915
Construction and Civil Works	419,947,696	445,942,885
Purchase of Vehicles and Other Transport Equipment	59,977,028	27,030,600
Purchase of Office Furniture and General Equipment	11,134,881	15,474,500
Purchase of ICT Equipment	11,536,942	8,072,501
Purchase of Specialised Plant, Equipment and Machinery	12,958,152	13,440,075
Purchase of Certified Seeds, Breeding Stock and Live Animals	65,840,416	49,700,005
Acquisition of Land	18,100,350	-
Acquisition of Intangible Assets	140,348,977	94,118,331
Total	**3,218,738,711**	**3,061,629,468**

11. FINANCE COSTS, INCLUDING LOAN INTEREST

	2018/2019	2017/2018
	Kshs	Kshs
Bank Charges	854,696	793,256
Total	**854,696**	**793,256**

12. OTHER PAYMENTS

	2018/2019	2017/2018
	Kshs	Kshs
Social, Promotion of Sport and culture Services	-	42,077,667
Other Expenses	12,961,660	12,576,842
Promotion of tourism	-	458,000
Pre - Feasibility feasibility appraisal	5,969,633	32,738,053
Environmental Conservation	-	1,413,838
Health facilities Universal health care	-	74,680,049
Shelter improvement program	-	2,753,200
Kenya Devolution support program	6,665,400	47,849,196
Farm input expenses	-	237,122,856
Total	**25,596,693**	**451,669,702**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. CASH AND BANK BALANCES

13. BANK BALANCES

	Account No	Indicate whether recurrent or development, deposits, receipts, etc	2018/2019	2017/2018
Name of Bank			**Ksh**	**Ksh**
KCB Revenue collections Account	1141473194	Revenue	2,559,332	20,368,289.45
Central Bank Revenue Fund	1000171383	Revenue	837,818,245	1,029,616,209
Central Bank Reccurrent Account	1000170786	Reccurrent	4,538	4,671
Central Bank Development Account	1000170727	Development	135,585,036	639,644
Central Bank Urban Development	1000397888	Development	389,118,800	-
Central Bank County Special Purpose Universal Care Account	1000335491	Development	31,252,533	10,459,369
Central Bank County Polytechnics Special Purpose Account	1000368837	Development	17	8,101
CBK Kakamega Climate Smart Agriculture Project	1000360488	Development	-	-
Cooperative Bank Operations Account	1141545302400	Reccurrent-Imprest account	701,143	861,408
KCB Operations	1241421293	Reccurrent-Imprest account	77,413	-
Cooperative Bank Development Account	1141545462600	Development	126,162,310	901,305
Cooperative bank Retention account	1141545302401	Retention	199,918,384	203,775,791
Emergency Fund Account	1141545480000	Development	4,591,706	34,059,608

CGH KCB Imprest Account (NHIF Old Account)	1152009362	Reccurrent-Imprest account	15,480,023	53,093
Public Service Board – KCB	1162095482	Reccurrent-Imprest account	157,981	439
Linda Afya Ya Mama Na Mtoto	1148241272	Development	21,820,140	22,986,085
Medical School	1001088987100	Development	-	1,550
Farm Input-Collection account	1141632689500	Development	2,352,524	86,188,148
Farm input fund a/c KCB BANK-1240480695	1240480695	Development	22,210,071	-
Farm input Expense account	1114163212500	Development	-	36,770,766
Farm Mechanization development a/c 1240480911	1240480911	Development	353	-
Farm Mechanization collection a/c KCB 1177892480	1177892480	Development	11,425	-
Farm Mechanisation a/c	1141632689500	Development	-	103,968
Sugar Development Fund	1141631142100	Development	5,000,000	108,999,967
Kakamega County ASDSP 11 KCB 1240481217	1240481217	Development	14,043,472	-
Kakamega Climate Smart Agriculture Project-KCB	1240481200	Development	29,197,225	-
Bukura ATC	500262374653	Reccurrent-Imprest account	721,091	240,013
Health Services	0500261761850	Reccurrent-Imprest account	3,921	51,672
CGH Development Account Cooperative Bank	1141632331300	Development	5,004,567	3,206,342
CGH Development Account National Bank	1001088987000	Development	110,277	110,277
Mumias West Hospital Development	1182466079	Development	1,983,908	44,009

Shamakhubu Health Centre Development	;01141632398300	Development	1,376	19,953,696
KCB CGH New Imprest	1252762488	Reccurrent-Imprest account	684	-
10KM Ward based projects	1178747425	Development	-	24,302
Road maintenance levy fund	1000275545	Development	60,200,068	40,301,106
Ward development projects	1178747425	Development	-	3,308,990
Cooperative Bank - Assembly Devt. Account	01141545627300	Development		46,615
Assembly operation	1141545120500	Reccurrent-Imprest account		2,580,083
Townships		Reccurrent-Imprest account		-
Kakamega Township	1141632089800	Reccurrent-Imprest account	22,811	3,670
Mumias Township 1176165240	11761652240	Reccurrent-Imprest account	42,440	208,150
Subcounties		Reccurrent-Imprest account		-
Ikolomani Subcounty	1169829171	Reccurrent-Imprest account	2,262	1,058
Navakholo Subcounty	1169829228	Reccurrent-Imprest account	3,563	1,589
Shinyalu Subcounty	1169828604	Reccurrent-Imprest account	6,074	4,092
Lurambi Subcounty	1169828566	Reccurrent-Imprest account	781	837
Malava Subcounty	1169828159	Reccurrent-Imprest account	1,577	2,011

Lugari Subcounty	1169829244	Reccurrent-Imprest account	692	370
Likuyani Subcounty	1169829260	Reccurrent-Imprest account	1,421	60,919
Mumias West Subcounty	1169829392	Reccurrent-Imprest account	1,116	416
Mumias East Subcounty	1169829422	Reccurrent-Imprest account	67	6,677
Khwisero Subcounty	1169829236	Reccurrent-Imprest account	- 26	1,295
Butere Subcounty	1169829325	Reccurrent-Imprest account	522	878
Matungu Subcounty	1169829449	Reccurrent-Imprest account	1,909	1,699
Total			**1,906,173,770**	**1,625,959,172**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14. ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

	2018/2019	2017/2018
	Kshs	Kshs
Government Imprests	10,465,640	63,575,947
Total	**10,465,640**	**63,575,947**

Broken down as follows

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered
		Kshs	Kshs
Cooperative Bank Operations			
Edward Litindo	12/02/2016	1,800,000	-
Shangala	01/06/2016	30,000	-
Paul Posho	10/08/2018	10,500	-
Livingston Mayaka	13/8/2018	545,000	-
Livingston Mayaka	13/8/2018	52,600	
Livingston Mayaka	29/08/2018	339,200	
Central Bank Reccurrent			-
Renson Bulunya	-	581,000	-
Judith Otieno	-	1,034,400	-
Central Bank development			
Boniface Mukoya	-	2,472,000	
Wycliffe Kapteka	-	1,260,000	-
Doreen Asimbo	-	1,550,500	-
CGH Imprest Account			
Albert Nabwaya	3/3/2019	790,440	-
Total		**10,465,640**	-

15. ACCOUNTS PAYABLE

	2018/2019	2017/2018
	Kshs	Kshs
Bank Balance	199,918,383	203,775,791
Deposit Payables	85,981,691	60,885,529
Total	**285,900,075**	**264,661,320**

16. FUND BALANCE BROUGHT FORWARD

	2018/2019	2017/2018
	Kshs	Kshs
Bank accounts	1,625,959,172	1,428,848,395
Cash in hand	-	-
Sugar Revolving fund	-	153,492,128
Accounts Receivables	63,575,947	24,557,260
Accounts Payables	(264,661,320)	(264,310,223)
Total	**1,424,873,799**	**1,342,587,560**

5.10 OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	Balance b/f FY 2017/2018	Additions for the period	Paid during the year	Balance c/f FY 2018/2019
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	176,211,581	343,266,104	499,469,816	20,007,868
Construction of civil works	99,449,533	1,319,809,005	1,419,258,538	-
Supply of goods	103,938,290	463,201,360	381,570,378	185,569,272
Supply of services	211,460,972	1,355,083,277	1,504,945,846	61,598,403
Purchase of land	2,890,000	-	2,890,000	-
Total	**593,950,376**	**3,481,359,745**	**3,808,134,578**	**267,175,543**

2. RELATED PARTY DISCLOSURES

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS.

The following comprise of related parties to the County Government:

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

Related party transactions

	2018- 2019	2017- 2018
	Kshs	Kshs
Key Management Compensation(Governors, CEC Members and C.Os)		
Transfers to related parties		
Transfer to the County Assembly	1,051,305,830	893,516,738

Transfers to other County Government Entities	90,000,000	21,463,800
Transfers to Development Projects		
Transfers to non reporting entities e.g schools and welfare	591,353,355	
Transfers to County Water Service Providers	40,000,000	87,000,000
Expenses paid on behalf of County Water Service Providers		
Total Transfers to related parties	**1,772,659,185.00**	**1,001,980,538**
Transfers from related parties		
Transfers from the Exchequer	10,330,600,000	9,935,800,000
Transfers from MDAs	1,633,381,651	984,073,962
Transfers from SCs and SAGAs- National Government		
(Insert any other transfers received)		
Total Transfers from related parties	**11,963,981,651**	**10,919,873,962**

3. ESTABLISHMENT OF OTHER COUNTY GOVERNMENT ENTITIES

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

Entity	Date Established/Date taken over	Location	Accounting Officer responsible
Kakamega Dairy Development	1/9/2018	Kakamega Town Sahajanand building	Mr. George Onunga
Directorate of Alcoholic Drinks Control	8/9/2014	Kakamega Town Sahajanand building	Mr.Ben Namayi Ochomo
Investment and Development Coporation	14/10/2016	Kakamega Town Sahajanand building	M/s Ebby Khavai
Kakamega County Micro Finance Cooperation	14/10/2016	Kakamega Town Sahajanand building	Kulaty Wngia
Emergency Fund	2017	Conty Headquaters	Laurence Omuhaka
Kakamega county water company	06/06/2017	Kakamega Town	Fredrick Atwa

6. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

NO	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: *(Resolved / Not Resolved)*	Timeframe:
1	Lack of Asset register	Fixed Asset Register has now been updated and consolidated to include assets inherited from the Defunct Local Authorities. Annex 1.1 (i) Fixed Asset Register.	HEAD OF TREASURY	NOT RESOLVED	FY 2019/2020
2	Difference btwn IFMIS and Financial Statements	Kshs.1,345,505,475 was amount of grants posted in IFMIS as exchequer releases.Annex-schedule	HEAD OF TREASURY	NOT RESOLVED	FY 2019/2020
		Kshs.427,283,238 was conditional allocations correctly posted manually under transfers from other Government Entities which was posted in IFMIS as exchequer	HEAD OF TREASURY		FY 2019/2020
		Kshs.57,895,060.35 relates to local receipts which were not posted in IFMIS.Annex	HEAD OF TREASURY		FY 2019/2020
		Kshs.177,508,731was receipts in KCB and Co-operative Bank farm input accounts which had not been captured in IFMIS.	HEAD OF TREASURY		FY 2019/2020
		Kshs.177,238,465 is correctly captured manually in Financial Statements but posted in IFMIS as exchequer releases.Only Kshs.25,719,948 was captured under proceeds from domestic and foreign grants in IFMIS.Annex	HEAD OF TREASURY		FY 2019/2020
		Kshs.1,690,377,205.60 was a clerical error of posting in IFMIS which was not voided. Annex-Account analysis report	HEAD OF TREASURY		FY 2019/2020

		Kshs.617,272,776 was transfers for development projects in health and educational facilities which were not captured in IFMIS but correctly captured in financial statements. Annex-schedule of asset paid outside IFMIS	HEAD OF TREASURY		FY 2019/2020
		Kshs.174,261,227.25 was amount spent on operational bank accounts for departments and sub- counties but were not captured in IFMIS but correctly captured in financial statements. Annex-schedule of use of goods and Services paid outside IFMIS	HEAD OF TREASURY		FY 2019/2020
		Kshs.721,068,804 was development expenditures not captured in IFMIS but correctly captured in financial statements. Annex- schedule of Other grants and Transfers paid outside IFMIS	HEAD OF TREASURY		FY 2019/2020
		Kshs.196,098,593.50 was development expenditures not captured in IFMIS but correctly captured in financial statements. Annex- schedule of Other grants and Transfers paid outside IFMIS	HEAD OF TREASURY		FY 2019/2020
		Kshs.793,256 was bank charges and commissions in commercial banks not captured in IFMIS but correctly captured in financial statements Annex-schedule of Finance costs paid outside IFMIS	HEAD OF TREASURY		FY 2019/2020
	Other matters				
1.1	Budget Absorption	**Under expenditure was caused by late and untimely disbursement of funds by the National Treasury as shown in the table below. Further, persistent IFMIS downtime compounded the situation.**	**HEAD OF BUDGET**	RESOLVED	
1.2	local revenue collection	**Management response**	HEAD OF REVENUE	NOT RESOLVED	
		The county has the potential to achieve projected revenue targets however; it has not been able to achieve it due to the following	HEAD OF REVENUE		

		reasons;			
		a) The County had factored in its budget Contributions In Lieu of Rates (CILOR) which the National Government through the Ministry of Devolution has failed to honor hence the need to exclude the CILOR in our budgetary forecasts.	HEAD OF REVENUE		
		b) Mumias Sugar Company owes the County Government in excess of Kshs.100 Million on Sugar cane cess recovered from payments to farmers; the County has been forced to remove this provision from its revenue budget.	HEAD OF REVENUE		
		c) Political uncertainty occasioned by the prolonged general election period.	HEAD OF REVENUE		
		d) Industrial unrest in the medical sector	HEAD OF REVENUE		
		Measures to enhance revenue collection	HEAD OF REVENUE		
		a) Automation-introduction of cashless payment system.	HEAD OF REVENUE		
		b) Revised tariffs through the new Finance Act 2018 and relevant legislation. Annex OM 1.2(i)	HEAD OF REVENUE		
		c) Improvement in recording of revenue receipts.	HEAD OF REVENUE		
		d) Capacity building by the County through support programs such as the Kenya Devolution Support Program (KDSP) on computer literacy, public relations, public officers' code of conduct and customer relationship management.	HEAD OF REVENUE		
		e) Improvement of internal controls in revenue management system and robust enforcement to seal off potential leakages.	HEAD OF REVENUE		
		f) Unified licensing for Single Business Permit, Fire compliance and Advertisement	HEAD OF REVENUE		

		g) Seasonal ticketing for transport business operators.	HEAD OF REVENUE		
		As a result of implementing the above measures, the County revenue collection trend has improved as evidenced by the growth of 12.3% (From Kshs.449,487,475 in the financial year 2016/17 to Kshs.504,760,810 in the financial year 2017/18).	HEAD OF REVENUE		
		As can be seen from the table below the revenue budget and actual collections are on an upward trend.	HEAD OF REVENUE		
	Basis of conclusion				
1	Transfers to other County Entities	The disbursement of Kshs.10, 058,760 was used to support the payment of salaries in the County Assembly and was recovered in the financial year 2018/2019.Annex BC 1(i) (Reconciliation of disbursement to County Assembly)	HEAD OF TREASURY	NOT RESOLVED	FY 2019/2020
2	Linda Afya ya Mama na mtoto pending payments	The transition of the County Government which took place in March 2018 and change of the program manager which took place in June 2018 occasioned the delay in the processing of KES 22,986,084.00 to the mothers. The monies were processed and released to the mothers in July-September 2018.Annex BC 2 bank transfers.		NOT RESOLVED	FY 2019/2020
		The program has further disbursed KES 90,432,600 to beneficiary mothers as at the end June 2019. A table of the disbursements is as follows;The enrollment process of mothers cannot be completed without verification, which involves community health volunteers visiting the homes of mothers registered in the program to validate the information they submitted during verification. This process could not be conducted due to logistical issues, since the community health volunteers need facilitation			

		to be able to conduct the home visits and the program has limited funding to conduct the same. To ensure that the program operates as envisaged the following steps have been developed: (i) The program is undergoing a re-design process that will guide process of verification to be conducted in a timely manner (ii) The program is currently undertaking a system upgrade exercise. This will ensure that the beneficiary enrollment process is efficient since the community validation process will be automated The program has an allocation of KES 100M per year which is not enough to cater for the demand of poor pregnant mothers in the County who wish to be enrolled in the program and the verification process is one of the measures put in place to ensure that these helps to identify the poorest of the poorest of these mothers. The program in the system upgrade exercise has incorporated a new beneficiary identification questionnaire that will help identify mothers within a threshold that the program funding can sustain. The number of the mothers who appeared during the time of audit as pending verification have not been verified. This is because the program prioritized its current funding to pay verified mothers who had pending payments.			
3	Rehabilitation of Malimili Market	i) Fence and Gate			
		(i) The concrete poles for fencing is 120mm by 120mm yet BQ stated 150mm by 150mm- The 120mm by 120mm concrete fencing poles were		NOT RESOLVED	FY 2019/2020

		preferred because they are reinforced and therefore more durable. The financial implication is detailed in the variation order. Annex BC 3(i)			
		(ii) The height of the chain link was 1.8 metres from the surface but 2.4 metres from the basement.			
		(iii) Only one gate was paid for at a rate Kshs.3,500.This variation was to compensate for omissions on toilets e.g extra slab area and wall on the latrine .refer annex BC 3(i)			
		ii) Revenue Office			
		(i) Only 9 galvanised corrugated iron sheets instead of 9 iron sheets used-the 9 corrugated iron sheets used were factory prepainted which are of better quality than the 30 gauge corrugated iron sheets that are of ordinary quality. There was no change in the contract price.			
		(ii) One window size 900x1200mm done instead of the two windows of size 1200 by 1200mm-This variation was to compensate for omissions on toilets e.g extra slab area and wall on the latrine .refer annex BC 3(i)			
		Minutes of the project Management Committee meeting held on 1st February, 2017 in support of variations is attached. Annex B.C (ii)			
4	Project implementation status	During the year under review project implementation in the County faced many challenges including:		RESOLVED	
		· Delayed disbursement of funds by the National Treasury (development funds were not released until March 2018).Refer annex OM 1.1(i)			

		· Transition in county management where newly appointed chief officers did not have IFMIS rights leading to delayed projects implementation.			
		· Prolonged electioneering period which adversely affected project implementation.			
		· National examination regulations restricting access to schools in second quarter of the year.			
		· National ban on timber logging affected construction of buildings.			
		Further, some of the projects are multi-year hence completion is in phases.			
5	Stalled projects-Likuyani Borehole	The contract was terminated because the contractor breached the terms of contract. Annex BC 5 (i) Termination Letter.			
		The remaining works were procured and done to completion. Annex BC 5 (ii) payment certificate, inspection and acceptance certificate.		RESOLVED	
6	Construction of Lugari Borehole	Installation of 9 solar panels instead of 19 was informed by a test pumping report that revealed a yield of 2.5m^3/hr against the initial design yield of 4.7m^3/hr.Annex BC 6 (i) test pumping report).			
		The cost of the remaining 10 No. panels was reallocated to the extension of the water distribution pipelines. Annex 6 BC (ii) Minutes of Lugari Sub County Project Management Committee (PMC)			
7	Expenditure on Wages and Benefits	The expenditure on employees benefits went up past the recommended ratio of 35% of total revenue to 39.3% due to the increase in employees salary by Salaries and Remuneration Commission (SRC) in September 2017 and back dated to July 2017 and subsequently paid in		RESOLVED	

		December 2017.Annex BC 7(i) SRC circular dated 18th September,2017			

CEC, County Treasury

Sign.....

Date.....30/12/2019.....

ANNEXES

ANNEX 1 – ANALYSIS OF TRANSFERS FROM THE EXCHEQUER

Period	Equitable Share	DANIDA	Level 5 hospitals allocation	Other transfers Donor funds transferred through exchequer	Total Transfers from the National Treasury/ Exchequer
Exchequer Releases for quarter 1	537,894,162				537,894,162
Exchequer Releases for quarter 2	3,151,955,149				3,151,955,149
Exchequer Releases for quarter 3	2,353,551,687				2,353,551,687
Exchequer Releases for quarter 4	4,287,199,002	37,789,290	427,283,238	1,168,309,123	5,920,580,653
Total	**10,330,600,000**	**37,789,290**	**427,283,238**	**1,168,309,123**	**11,963,981,651**

ANNEX 2 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Description	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2018/2019	2017/2018	
		A	B	C	d=a-c		
CONSTRUCTION OF BUILDINGS		Ksh			Ksh		
SAMMONGA BUILDING CONTRACTORS	CONSTRUCTION OF PIT LATRINES	2,292,478	6/28/2018	-	2,292,478	-	AT IB STAGE
DELTAH COUNTY CLEANERS	PARTITIONING OF CEC OFFICE	2,919,135	4/16/2019	-	2,919,135	-	AT IB STAGE
KLINO CONTRACTORS LTD	CONST. OF RESOURCE CENTRE IN BUTERE	3,350,718	6/13/2019	-	3,350,718	-	AT IB STAGE
DEROS CONST. CO LTD	GROUND LEVELING IN BUTERE	2,212,978	6/30/2019	-	2,212,978	-	AT IB STAGE
MIDLAND EMPORIUM	CONST. OF KAMBI SOMALI MARKET	8,287,496	6/27/2019	-	8,287,496	-	AT IB STAGE
NOBUT CONSULT	CONSTRUCTION OF NYAPORO DISPENSARY	945,063	30/03/2017	-	945,063	-	AT IB STAGE
SUB TOTALS				-	**20,007,868**		AT IB STAGE
SUPPLY OF GOODS				-			AT IB STAGE
SAFARICOM HOUSE	AIR TIME FOR ADMINISTRATOR	20,000	2/5/2019	-	20,000	-	AT IB STAGE
SAFARICOM HOUSE	AIR TIME FOR ADMINISTRATOR	10,000	11/6/2019	-	10,000	-	AT IB STAGE

KOCHIBON LIMITED	SUPPLY OF FURNITURE & STATIONERY	160,000	26/04/2018	-	160,000	-	AT IB STAGE
Kenya Seed Company	Supply of farm inputs	201,900	1/4/2019	-	201,900	-	AT IB STAGE
Total Kenya LTD	Supply of fuel	201,000	14/5/2019	-	201,000	-	AT IB STAGE
Total Kenya LTD	Supply of fuel	170,000	14/5/2019	-	170,000	-	AT IB STAGE
Safaricom LTD	Supply of airtime	92,000	30/5/2019	-	92,000	-	AT IB STAGE
Midas Con Enterprises	Supply of stationery	102,000	23/4/2019	-	100,250	-	AT IB STAGE
Safaricom LTD	Supply of airtime	58,500	30/5/2019	-	58,500	-	AT IB STAGE
Seal Honey LTD	Supply of office furniture and equipment	133,744	27/5/2019	-	133,744	-	AT IB STAGE
Seal Honey LTD	Supply of office furniture and equipment	61,495	27/5/2019	-	61,495	-	AT IB STAGE
Seal Honey LTD	Supply of office furniture and equipment	37,995	27/5/2019	-	37,995	-	AT IB STAGE
MFI Document Solution	Supply of stationery	83,520	-	-	83,520	-	AT IB STAGE
FRACA SERCOM ENTERPRISES	SUPPYL OF FURNITURE	351,000	-	-	351,000	-	AT IB STAGE
REIN SOLUTIONS	SUPPLY OF LAPTOPS ,	522,000	-	-	522,000	-	AT IB STAGE

	TONNERS						
FEAN SYSTEMS	PAYMENT FOR SUPPLY OF STATIONERY	88,500	3/18/2019	-	88,500	-	AT IB STAGE
FEAN SYSTEMS	PAYMENT FOR SUPPLY OF STATIONERY	149,100	3/18/2019	-	149,100	-	AT IB STAGE
REIN SOLUTIONS	SUPPLY AND DELIVERY OF A LAPTOP COMPUTER	98,200	5/28/2019	-	98,200	-	AT IB STAGE
REIN SOLUTIONS	SUPPLY AND DELIVERY OF A LAPTOP COMPUTER	98,200	5/28/2019	-	98,200	-	AT IB STAGE
REIN SOLUTIONS	SUPPLY AND DELIVERY OF A LAPTOP COMPUTER	98,200	5/28/2019	-	98,200	-	AT IB STAGE
MFI DOCUMENT SOLUTIONS LTD	SUPPLY AND DELIVERY OF TONNERS	92,800	3/9/2019	-	92,800	-	AT IB STAGE
MAKUMI AGENCIES LTD	BATTERY37CG 061A	12,000		-	12,000	-	AT IB STAGE
BEDI INVESTMENT	SUPPLY OF UNIFORMS	6,078,570	8/6/2019	-	6,078,570	-	AT IB STAGE
KINGSWAY TYRES	SUPPLY OF TYRES	138,615	-	-	138,615	-	AT IB STAGE
UPHILL ENGINEERING LTD	SUPPLY AND DELIVERY OF ELECTRICALS	1,999,944	-	-	1,999,944	-	AT IB STAGE
GOLDBURN ENTERPRISES LTD	LAPTOPS	-	-	-	1,744,000	-	AT IB STAGE

TOTAL KENYA	SUPPLY OF FUEL	325,869	7/6/2019	-	325,869	-	AT IB STAGE
SAFARICOM	SUPPLY OF AIRTIME	122,000	11/6/2019	-	122,000	-	AT IB STAGE
MFI DOCUMENT SOLUTION	SUPPLY OF TONNER	97,440	-	-	97,440	-	AT IB STAGE
MFI DOCUMENT SOLUTION	SUPPLY OF TONNER	186,974	-	-	186,974	-	AT IB STAGE
KINGSWAY TYRES	SUPPLY OF TYRES	47,769	-	-	47,769	-	AT IB STAGE
KINGSWAY TYRES	SUPPLY OF TYRES	64,049	-	-	64,049	-	AT IB STAGE
MISHAN ENTERPRISES	SUPPLY OF TOOLS	456,400	-	-	456,400	-	AT IB STAGE
TOTAL KENYA	PURCHASE OF FUEL	67,000	4/16/2019	-	67,000	-	AT IB STAGE
SAFARICOM	AIRTIME	127,000	7/5/2019	-	127,000	-	AT IB STAGE
SAFARICOM	AIRTIME	25,050	7/6/2019	-	25,050	-	AT IB STAGE
CHETRO ENTERPRISES	STATIONARY	89,947	13/11/2018	-	89,947	-	AT IB STAGE
MEDS	MEDICAL DRUGS	69,396,867	30/03/2019	-	69,396,867	-	AT IB STAGE
KEMSA	MEDICAL DRUGS	46,257,560	30/04/2019	-	46,257,560	-	AT IB STAGE
SYNTAX AGENCIES	COMPUTER ACCESSORIES	348,700	-	-	348,700	-	AT IB STAGE
CHIKHABE ENTERPRISES	GOS	170,700	-	-	170,700	-	AT IB STAGE

RUNALI MEDICAL AND GENERAL SUPPLIES	LAB REAGENTS	431,170	-	-	431,170	-	AT IB STAGE
BIOLINE AGENCIES	LAB REAGENTS	958,550	17/12/2019	-	958,550	-	AT IB STAGE
CHEMLAB	LAB REAGENTS	2,053,019	29/01/2019	-	2,053,019	-	AT IB STAGE
RASAMA COMPUTER SUPPLIES	SUPPY OF COMPUTER ACCESSORIES	188,560	18/06/2019	-	188,560	-	AT IB STAGE
JEOSCA ENTERPRISES	SUPPLY OF UNIFORM	844,000	-	-	844,000	-	AT IB STAGE
BELLAROSE INVESTMENT	SUPPLY OF COMPUTERS	450,000	-	-	450,000	-	AT IB STAGE
VENAMU STATIONERS	SUPPLY OF ACCOUNTABLE DOCUMENTS	1,747,500	-	-	1,747,500	-	AT IB STAGE
TARIAN VENTURES	SUPPLY OF STATIONERY	309,696	25,JUN,2019	-	309,696	-	AT IB STAGE
KINGSWAY TYRES LTD	SUPPLY OF GRADER TYRES	300,067	6,JUN,2019	-	300,068	-	AT IB STAGE
KINGSWAY TYRES LTD	SUPPLY OF TYRES	858,478	19,JUN,2019	-	858,478	-	AT IB STAGE
TARIAN VENTURES	SUPPLY OF DESKTOPS	272,000	25-JUN,2019	-	272,000	-	AT IB STAGE
FELICHABILL ENTERPRISES	FOOD AND RATION	225,000	5-Nov-18	-	225,000	-	AT IB STAGE
FELICHABILL ENTERPRISES	FOOD AND RATION	225,000	5-Dec-18	-	225,000	-	AT IB STAGE
DADON	FOOD AND RATION	70,500	3-Jan-19	-		-	AT IB STAGE

INVETSMENTS					70,500		
CHESNUT ENTERPRISES	FOOD AND RATION	280,000	3-Jan-18	-	280,000	-	AT IB STAGE
GREENSTATE ENTERPRISES	FOOD AND RATION	125,000	1-Feb-19	-	125,000	-	AT IB STAGE
FELICHABILL ENTERPRISES	FOOD AND RATION	216,600	7-Feb-19	-	216,600	-	AT IB STAGE
NAMACHANJA MUHEYI	FOOD AND RATION	153,000	11-Mac-19	-	153,000	-	AT IB STAGE
INCHMIT SUPPLIES	FOOD AND RATION	109,250	3-Jan-19	-	109,250	-	AT IB STAGE
NYAKACHINDI ENTERPRISES	FOOD AND RATION	170,250	1-Feb-19	-	170,250	-	AT IB STAGE
SHIMER BUSINESS	FOOD AND RATION	117,000	1-Feb-19	-	117,000	-	AT IB STAGE
NEW LEVELS GENERAL AGENCIES	FOOD AND RATION	22,750	1-Feb-19	-	22,750	-	AT IB STAGE
HOLYNE CEREALS AND GROCERIES	FOOD AND RATION	88,250	1-Feb-19	-	88,250	-	AT IB STAGE
SHIMER BUSINESS	FOOD AND RATION	100,384	11-Mac-19	-	100,384	-	AT IB STAGE
CHESNUT ENTERPRISES	FOOD AND RATION	280,000	3-aprl-19	-	280,000	-	AT IB STAGE
PRESCOT INVESTMENT	FOOD AND RATION	130,200	3-aprl-19	-	130,200	-	AT IB STAGE
TRIBERTOO KENYA LIMITED	FOOD AND RATION	56,294	3-aprl-19	-	56,294	-	AT IB STAGE
JOMISCA INVESTMENTS	FOOD AND RATION	105,840	2-Mei-19	-	105,840	-	AT IB STAGE

WCKYSHA INVESTMENT	FOOD AND RATION	125,000	2-May-19	-	125,000	-	AT IB STAGE
UMOJA BUTCHERY	FOOD AND RATION	280,000	30-May-19	-	280,000	-	AT IB STAGE
NAMACHANJA MUHEYI	FOOD AND RATION	153,000	3-Jan-18	-	153,000	-	AT IB STAGE
SHIKOLIS COMPANY	FOOD AND RATION	133,640	3-aprl-19	-	133,640	-	AT IB STAGE
HOLYNE CEREALS AND GROCERIES	fOOD AND RATION	85,500	3-aprl-19	-	85,500	-	AT IB STAGE
SHIKOLIS COMPANY	FOOD AND RATION	145,860	2-Mei-19	-	145,860	-	AT IB STAGE
NYAKACHINDI ENTERPRISES	FOOD AND RATION	225,000	2-Mei-19	-	225,000	-	AT IB STAGE
FALINA INVESTMENTS	FOOD AND RATION	130,200	2-Mei-19	-	130,200	-	AT IB STAGE
TRIBERTOO KENYA LIMITED	FOOD AND RATION	22,335	2-Mei-19	-	22,335	-	AT IB STAGE
MUHONJA ENTERPRISES	FOOD AND RATION	93,675	30-Mei-19	-	93,675	-	AT IB STAGE
RITE ENTERPRISES	FOOD AND RATION	199,500	30-Mei-19	-	199,500	-	AT IB STAGE
GLARDMA INVESTMENTS	FOOD AND RATION	114,890	2-Mei-19	-	114,890	-	AT IB STAGE
SHIMER BUSINESS	FOOD AND RATION	56,905	30-Mei-19	-	56,905	-	AT IB STAGE
DABEPHARM ENTERPRISES	FOOD AND RATION	125,000	30-Mei-19	-	125,000	-	AT IB STAGE
NAMCHANJA MUHEYI	FOOD AND RATION	133,200	2-Mei-19	-	133,200	-	AT IB STAGE

JOLYNMOS ENTERPRISES	FOOD AND RATION	301,000	2-Mei-19	-	301,000	-	AT IB STAGE
UMOJA BUTCHERY	FOOD AND RATION	66,500		-	66,500	-	AT IB STAGE
KITALIMA INVESTMENTS	FOOD AND RATION	216,600	11-Mac-19	-	216,600	-	AT IB STAGE
KENNETH ENTERPRISES	FOOD AND RATION	192,000	30-Mei-19	-	192,000	-	AT IB STAGE
BILLBRO INVESTMENTS	FOOD AND RATION	112,000	12-Jun-19	-	112,000	-	AT IB STAGE
NEW KCC	FOOD AND RATION	500,500	30-Mei-19	-	500,500	-	AT IB STAGE
UMOJA BUTCHERY	FOOD AND RATION	240,550	2-Mei-19	-	240,550	-	AT IB STAGE
DABEPHARM ENTERPRISES	FOOD AND RATION	60,000		-	60,000	-	AT IB STAGE
BIM AND IDD COMPANY LIMITED	FOOD AND RATION	54,250	30-Mei-19	-	54,250	-	AT IB STAGE
BIGGISH INVESTMENTS	FOOD AND RATION	98,750	30-Mei-19	-	98,750	-	AT IB STAGE
NASELLA INVESTMENTS	FOOD AND RATION	117,000	30-Mei-19	-	117,000	-	AT IB STAGE
SHIRLAB ENTERPRISES	LABORATORY REAGENTS	562,690	6-Nov-18	-	562,690	-	AT IB STAGE
VITONS HEALTH SOLUTIONS	LABORATORY REAGENTS	406,200	24-Jan-19	-	406,200	-	AT IB STAGE
BIBO PHARMACEUTICALS	LABORATORY REAGENTS	2,116,282	28-Mac-19	-	2,116,282	-	AT IB STAGE
MICROBIOLOGY EAST AFRICA	LABORATORY REAGENTS	290,000	19-Mac-19	-	290,000	-	AT IB STAGE

MICROBIOLOGY EAST AFRICA	LABORATORY REAGENTS	402,000	21-Mac-19	-	402,000	-	AT IB STAGE
NEXUS MEDICAL LTD	LABORATORY REAGENTS	361,412	30-Apr-19	-	361,412	-	AT IB STAGE
HUMAN QUALITY ASSESSMENT SERVICES	LABORATORY REAGENTS	389,116		-	389,116	-	AT IB STAGE
SHIRLAB ENTERPRISES	LABORATORY REAGENTS	529,000		-	529,000	-	AT IB STAGE
CHEM LABS LIMITED	LABORATORY REAGENTS	60,000		-	60,000	-	AT IB STAGE
DOUBLE SHASA	G.O.S	535,540	28-Mei-19	-	535,540	-	AT IB STAGE
DOUBLE SHASA	MEDICAL RECORDS	184,500	28-Mei-19	-	184,500	-	AT IB STAGE
MARCA ENTERPRISES	MEDICAL RECORDS	247,200		-	247,200	-	AT IB STAGE
AIDZONE ENTERPRISES	MEDICAL RECORDS	115,070		-	115,070	-	AT IB STAGE
CAREPLUS CHEMIST LTD	MEDICAL DRUGS	113,000		-	113,000	-	AT IB STAGE
PSM PHARMACEUTICALS	MEDICAL DRUGS	1,194,500	13-Dec-18	-	1,194,500	-	AT IB STAGE
RIDHII PHARMACEUTICALS	MEDICAL DRUGS	872,080	7-Mei-19	-	872,080	-	AT IB STAGE
CLAPET LIMITED	DRESSING AND NON-PHARMS	7,870,400		-	7,870,400	-	AT IB STAGE
CLAPET LIMITED	DRESSING AND NON-PHARMS	7,496,000		-	7,496,000	-	AT IB STAGE
BIBO	DRESSING AND	100,240	15-May-19	-		-	AT IB STAGE

PHARMACEUTICALS	NON-PHARMS				100,240		
HARLEYS LTD	DRESSING AND NON-PHARMS	140,000	4-aprl-19	-	140,000	-	AT IB STAGE
JOSH AND ANNE	DRESSING AND NON-PHARMS	637,800	16-May-19	-	637,800	-	AT IB STAGE
GUSO ENTERPRISES AND GENERAL SUPPLIES	DRESSING AND NON-PHARMS	330,000		-	330,000	-	AT IB STAGE
FAUKASSIM TRENDY FASHION	PURCHASE OF FURNITURE	146,496	25-Mar-19	-	146,496	-	AT IB STAGE
FAIRDEAL FURNITURE LTD	PURCHASE OF FURNITURE	526,793	25-Mar-19	-	526,793	-	AT IB STAGE
BRANDING AND DESIGN	PRINTING AND PUBLISHING	232,960	26-Mar-19	-	232,960	-	AT IB STAGE
ALEGIOS SYSTEMS	PATIENTS UNIFORMS	2,074,000	12-Nov-18	-	2,074,000	-	AT IB STAGE
ALEGIOS SYSTEMS	PATIENTS UNIFORMS	1,450,000	9-Nov-18	-	1,450,000	-	AT IB STAGE
BOSAKO TRDERS	OTHER FUEL	90,000	15-Oct-18	-	90,000	-	AT IB STAGE
MABEL ONDISA	OTHER FUEL	90,000	6-Jun-19	-	90,000	-	AT IB STAGE
AKWITECH ENTERPRISES	OTHER FUEL	50,000	7-Jun-19	-	50,000	-	AT IB STAGE
SUMO COMPUTERS	COMPUTER ACCESSORIES	130,000	28-May-19	-	130,000	-	AT IB STAGE
JOLOF ENTERPRISES	COMPUTER ACCESSORIES	1,767,500	25-Apr-19	-	1,767,500	-	AT IB STAGE
SUMO COMPUTERS	COMPUTER ACCESSORIES	65,000	13-Jun-19	-	65,000	-	AT IB STAGE

YOUNGMAN ELECTRICAL AND ELECTRONICS SERVICES	COMPUTER ACCESSORIES	74,000	13-Jun-19	-	74,000	-	AT IB STAGE
SUMO COMPUTERS	COMPUTER ACCESSORIES	427,500	6-Jun-19	-	427,500	-	AT IB STAGE
SUMO COMPUTERS	COMPUTER ACCESSORIES	1,134,500		-	1,134,500	-	AT IB STAGE
DABEPHARM ENTERPRISES	COMPUTER ACCESSORIES	15,000		-	15,000	-	AT IB STAGE
MFI DOCUMENTS SOLUTION LIMITED	COMPUTER ACCESSORIES	851,672		-	851,672	-	AT IB STAGE
BIBO PHARMACEUTICALS	MEDICAL EQUIPMENT	168,000	26-May-19	-	168,000	-	AT IB STAGE
ROSAX AFRICA LTD	MEDICAL EQUIPMENT	574,000	7-Jun-19	-	574,000	-	AT IB STAGE
AQUADENT COMPANY LTD	MEDICAL EQUIPMENT	592,850		-	592,850	-	AT IB STAGE
JESTA EAST AFRICA LTD	MEDICAL EQUIPMENT	258,000	13-Aug-18	-	258,000	-	AT IB STAGE
ROSAX AFRICA LTD	MEDICAL EQUIPMENT	22,000	10-Jun-19	-	22,000	-	AT IB STAGE
FIDANCY ENTERPRISES	X-RAY SUPPLIES	1,411,500	7-Jun-19	-	1,411,500	-	AT IB STAGE
FIDANCY ENTERPRISES LTD	X-RAY MATERIALS	1,326,000	24-Jun-19	-	1,326,000	-	AT IB STAGE
Total Kenya LTD	Supply of fuel	150,000	29/5/2019	-	150,000	-	AT IB STAGE
NERPLUS SUPPLIES	UPS FOR X-RAY MACHINES	888,000	14/03/2019	-	888,000	-	AT IB STAGE

RASAMA COMPUTER SUPPLIES	PRINTER FOR GBV PROGRAM	60,000		-	60,000	-	AT IB STAGE
INJILIAN ENTERPRISES	SUPPLY OF STATIONERY YOUTH FUND	584,400	-	-	584,400	-	AT IB STAGE
SUB TOTALS				-	**185,569,273**	-	AT IB STAGE
SUPPLY OF SERVICES				-		-	AT IB STAGE
DIAMOND ROCK HOTEL	CATERING SERVICES	8,500	8/3/2019	-	8,500	-	AT IB STAGE
DIAMOND ROCK HOTEL	CATERING SERVICES	7,500	18/04/2019	-	7,500	-	AT IB STAGE
DIAMOND ROCK HOTEL	CATERING SERVICES	24,000	30/04/2019	-	24,000	-	AT IB STAGE
OUTDAYS TOURS & TRAVEL	AIR TRAVEL	16,500	20/03/2019	-	16,500	-	AT IB STAGE
OUTDAYS TOURS & TRAVEL	AIR TRAVEL	21,100	20/03/2019	21,100.00	21,100	-	AT IB STAGE
AFRICAN TOUCH SAFARIS LTD	AIR TRAVEL	79,900	1/9/2018	79,900.00	79,900	-	AT IB STAGE
AFRICAN TOUCH SAFARIS LTD	AIR TRAVEL	31,000	28/05/2018	31,000.00	31,000	-	AT IB STAGE
MAKUMI AGENCIES	REPAIR & SERVICING OF MOTOR VEHICLES	10,000	20/03/2019	10,000.00	10,000	-	AT IB STAGE
MAKUMI AGENCIES	REPAIR & SERVICING OF MOTOR VEHICLES	19,900	4/6/2019	19,900.00	19,900	-	AT IB STAGE

THE STANDARD GROUP PLC	ADVERTS FOR TENDER NOTICES	177,480	20/03/2019	177,480.00	177,480	-	AT IB STAGE
PHOEBE, MUNIHU, MULESHE & CO ADVOCATES	LEGAL SERVICES TO THE MINISTRY	707,600		707,600.00	707,600	-	AT IB STAGE
KAKAMEGA AUTOMOBILE LIMITED	REPAIR & SERVICING OF MOTOR VEHICLES	58,290	18/03/2019	58,290.00	58,290	-	AT IB STAGE
KAKAMEGA AUTOMOBILE LIMITED	REPAIR & SERVICING OF MOTOR VEHICLES	177,480	20/03/2019	177,480.00	40,600	-	AT IB STAGE
Jabbria Motors	Motor vehicle repairs	197,000	4/4/2019	-	197,000	-	AT IB STAGE
Victoria Comfort Inn	Catering services	102,000		-	102,000	-	AT IB STAGE
Julika Automobiles	Motor vehicle repairs	63,000	6/5/2019	-	63,000	-	AT IB STAGE
Agricultural Society of Kenya	ASK show trade rent, water conservancy	121,800	14/5/2019	-	121,800	-	AT IB STAGE
Makumi Agencies LTD	Motor vehicle repairs	26,900	24/4/2019	-	26,900	-	AT IB STAGE
Westfield Motors LTD	Motor vehicle repairs	54,752	15/5/2019	-	54,752	-	AT IB STAGE
Broadland Automobile Services	Motor vehicle repairs	29,900	22/5/2019	-	29,900	-	AT IB STAGE
Visionary Leadership and Management	Consultancy services for strategic plan	991,800	16/5/2019	-	991,800	-	AT IB STAGE

Kenya Power and Lighting Co	Supply of electricity	83,520	21/5/2019	-	8,233	-	AT IB STAGE
Kakamega County Water and Sanitation	Supply of water	8,233	12/6/2019	-	7,605	-	AT IB STAGE
SEAN SLAZ SOLUTIONS	INTERNET CONNECTIONS	118,000	4/1/2019	-	118,000	-	AT IB STAGE
WESTFIELD MOTORS	MOTOR VEHICLE MAINTENANCE	21,857	5/10/2019	-	21,857	-	AT IB STAGE
NATION MEDIA	ADVERTISEMENTS	226,200	5/16/2019	-	226,200	-	AT IB STAGE
NATION MEDIA	ADVERTISEMENTS	91,640	5/29/2019	-	91,640	-	AT IB STAGE
TELKOM KENYA LTD	INTERNET SERVICES	468,172	6/14/2019	-	468,172	-	AT IB STAGE
AIRFIBERS INVESTMENT LTD	SUPPLY OF WIRELESS NETWORK RADIOS	325,000	6/18/2019	-	325,000	-	PROCUREMENT
XRX TECHNOLOGIES LTD	CORPORATE ANTIVIRUS	980,000	6/19/2019	-	980,000	-	CO FINANCE
ELROYY ENTERPRISES	CASHLESS LAUNCH-PA SYSTEMS , BIG SCREENS	322,560	6/20/2019	-	322,560	-	PROCUREMENT
JUANNEXCAM LTD	CASHLESS LAUNCH-PTRINTING SERVICES	409,540	6/25/2019	-	409,540	-	PROCUREMENT
AFRICAN TOUCH SAFARIS	AIR TICKETS	14,900	6/25/2019	-	14,900	-	PROCUREMENT

BRAINS CONSULTANCY LTD	CONSULTANCY ON COUNTY AUTOMATION	392,120	6/25/2019	-	392,120	-	PROCUREMENT
GOLF HOTEL	PAYMENT FOR CONFERENCE FACILITY	113,500	6/25/2019	-	113,500	-	AT IB STAGE
GOLF HOTEL	PAYMENT FOR PROVISION OF CATERING SERVICES	38,500	6/3/2019	-	38,500	-	AT IB STAGE
INSTITUTE OF INTERNAL AUDIT	PAYMENT FOR INTERNAL AUDIT WORKSHOP	135,000		-	135,000	-	AT IB STAGE
BHOGALS TOYOTA	MOTOR VEHICLE MAINTAINANCE 37CG 013A	226,119	5/29/2019	-	226,119	-	AT IB STAGE
GOLF HOTEL	PAYMENT FOR PROVISION OF CATERING SERVICES	91,000		-	91,000	-	AT IB STAGE
NYACHAE AND ASHITIVA CO	PAYMENT FOR LEGAL FEES			-	911,474	-	AT IB STAGE
OUT DAYS	PAYMENT FOR PROVISION OF AIRTICKET SERVICES	12,700	6/18/2019	-	12,700	-	AT IB STAGE
SAFARICOM	PAYMENT FOR SUPPLY OF AIRTIME	4,500	6/3/2019	-	4,500	-	AT IB STAGE
ATS	PAYMENT FOR PROVISION OF AIR TICKETS	34,000	6/18/2019	-	34,000	-	AT IB STAGE
ATS	PROVISION FOR AIRTICKET SERVICES	23,800	6/18/2019	-	23,800	-	AT IB STAGE

MFI	PAYMENT FOR SERVICE OF KYOCERA PRINTER	33,350	6/4/2019	-	33,350	-	AT IB STAGE
ATS	PROVISION FOR AIRTICKET SERVICES	6,000	6/18/2019	-	6,000	-	AT IB STAGE
MFI	PAYMENT FOR SUPPLY OF KYOCERA TONNER	139,200	5/7/2019	-	139,200	-	AT IB STAGE
GRAND ROYAL SWISS	CATERING SERVICES	25,000	6/6/2019	-	25,000	-	AT IB STAGE
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 080A	48,295	4/10/2019	-	48,295	-	AT IB STAGE
ATS	PROVISION FOR AIRTICKET SERVICES	25,000	6/18/2019	-	25,000	-	AT IB STAGE
INSTITUTE OF INTERNAL AUDIT	PAYMENT FOR ANNUAL WORKSHOP ON GOVERNANCE	390,000		-	390,000	-	AT IB STAGE
ATS	PAYMENT FOR PROVISION OF AIRTICKET SERVICES	21,700	6/18/2019	-	21,700	-	AT IB STAGE
OUT DAYS	PAYMENT FOR PROVISION OF AIR TICKET SERVICES	13,595	6/20/2019	-	13,595	-	AT IB STAGE
ATS	PAYMENT FOR PROVISION OF AIR TICKETS	573,810	6/7/2019	-	573,810	-	AT IB STAGE
GOLF HOTEL	PAYMENT FOR CATERING SERVICES	45,000	6/10/2019	-	45,000	-	AT IB STAGE

BHOGALS TOYOTA	PAYMENT FOR M.VEHICLE SERVICE 37CG 085A	101,197	3/18/2019	-	101,197	-	AT IB STAGE
OUT DAYS	PAYMENT FOR PROVISION FOR AIRTICKET SERVICES	19,500	3/21/2019	-	19,500	-	AT IB STAGE
COUNCIL OF GOVERNORS	SUBSCRIPTION FOR 1ST QUARTER 2019	2,769,538	6/4/2019	-	2,769,538	-	AT IB STAGE
WESTFIELD MOTORS	MOTOR VEHICLE MAINTAINANCE 37CG 84A	42,563	4/10/2019	-	42,563	-	AT IB STAGE
BHOGALS TOYOTA	MOTOR VEHICLE MAINTAINANCE 37CG 013A	45,289	5/29/2019	-	45,289	-	AT IB STAGE
WESTFIELD MOTORS LTD	SERVICE FOR 37CG010A	56,666	4/11/2019	-	56,666	-	AT IB STAGE
OUTDAYS TOURS & TRAVEL LTD	PROVISION OF AIR TICKET TRAVEL	56,420	6/25/2019	-	56,420	-	AT IB STAGE
AFRICAN TOUCH SAFARIS LTD	PROVISION OF AIR TICKET TRAVEL	343,000	6/19/2019	-	343,000	-	AT IB STAGE
GOLF HOTEL	PROVISION OF CATERING SERVICES	68,500	5/28/2019	-	68,500	-	AT IB STAGE
BISHOP STAM	PROVISION OF CATERING SERVICES	140,000	-	-	140,000	-	PROCUREMENT
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 084A	33,362	4/29/2019	-	33,362	-	PROCUREMEN
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 084A	59,625	5/7/2019	-	59,625	-	PROCUREMEN

WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 090A	55,571	4/3/2019	-	55,571	-	PROCUREMENT
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 003A	27,282		-	27,282	-	PROCUREMENT
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 003A	67,865	6/17/2019	-	67,865	-	PROCUREMENT
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 085A	96,750	6/6/2019	-	96,750	-	PROCUREMENT
KINGSWAY TYRES	REPLACEMENT OF TYRES37CG 084A	140,074	6/21/2019	-	140,074	-	PROCUREMENT
CMC MOTORS LTD	REPAIR & SERVICE 37CG 062A	742,937		-	742,937	-	PROCUREMENT
MAKUMI AGENCIES LTD	PAYMENT FOR BATTERY REPLACEMENT37CG 003A	12,000		-	12,000	-	PROCUREMENT
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 084A	68,577	5/31/2019	-	68,577	-	PROCUREMENT
WESTFIELD MOTORS	PAYMENT FOR M.VEHICLE SERVICE 37CG 004A	28,521	-	-	28,521	-	PROCUREMENT
KINGSWAY TYRES	REPLACEMENT OF TYRE GVN 037B	12,000	-	-	38,000	-	PROCUREMENT
KINGSWAY TYRES	REPLACEMENT OF TYRES 37CG 003A	38,000	6/27/2019	-	192,000	-	PROCUREMENT

kakamega multi purpose	ACCOMODATION AND HALL HIRE	1,190,500	8/6/2019	-	1,190,500	-	AT IB STAGE
M/S BHOGALS TOYOTA	SERVICE OF MOTOR VEHICLE 19BY950C	218,612	8/6/2019	-	218,612	-	AT IB STAGE
RENTOKIL INITIAL	CLEANING SERVICES	34,134	8/6/2019	-	34,134	-	AT IB STAGE
WEST KENYA OUTGROWERS LTD	RENT OF WARD OFFICE	60,000	17-4-2018	-	60,000	-	AT IB STAGE
LABIVI STORS	RENT OF WARD OFFICE	72,000	25-4-2018	-	72,000	-	AT IB STAGE
FRANCIS ODENYO MAKOKHA	RENT OF WARD OFFICE	12,000	25-4-2018	-	12,000	-	AT IB STAGE
ANDREW MWAMBUKI GALAVA	RENT OF WARD OFFICE	63,000	25-4-2018	-	63,000	-	AT IB STAGE
PATRICK MUTEBI	RENT	48,480	25-4-2018	-	48,480	-	AT IB STAGE
MWALATI KALAWANGA	RENT	22,500	25-4-2018	-	22,500	-	AT IB STAGE
KENYA NATIONAL EXAMINATION COUNCIL	VERIFICATION OF CERTIFICATES	177,480	22-5-2019	-	177,480	-	AT IB STAGE
DT DOBIE&CO	SERVICE OF COUNTY VEHICLE	398,000	25-4-2018	-	398,000	-	AT IB STAGE
STANDARD GROUP	ADVERTISEMENT SERVICES	177,480	29-4-2019	-	177,480	-	AT IB STAGE
JVANNEXCAM LTD	PRINTING DURING MADARAKA DAY FUNCTION	400,000	12/6/2019	-	400,000	-	AT IB STAGE
WESTFIELD	M.V SERVICE	65,538	29-4-2019	-		-	AT IB STAGE

MOTORS	37CG087A				65,538		
TINA VICTORIA	MADARAKA DAY CELEBRATIONS	351,100	11/6/2019	-	351,100	-	AT IB STAGE
MUSENO CATERERS	FUNERAL SERICES	128,500	12/6/2019	-	128,500	-	AT IB STAGE
WESTFIED MOTORS	M.V SERVICE377CG006A	33,289	25-4-2018	-	33,289	-	AT IB STAGE
TINA VICTORIA	DECORATION SERVICES	50,000	12/6/2019	-	50,000	-	AT IB STAGE
NATIONAL MEDIA	ADVERTISEMENT SERVICES	183,280	29-4-2019	-	183,280	-	AT IB STAGE
NATIONAL MEDIA	ADVERTISEMENT SERVICES	226,200	29-4-2019	-	226,200	-	AT IB STAGE
ISAAC KHALISIA BUBIRU	RENT FOR SHINYALU SUBCOUNTY OFFICE	570,000	25-4-2018	-	570,000	-	AT IB STAGE
RAPRED MULTIPURPOSE COOPERATIVE SOCIETY	RENT FOR MAUTUMA WARD	96,300	25-4-2018	-	96,300	-	AT IB STAGE
GOLF HOTEL	CATERING	1,020,000	17-4-2019	-	1,020,000	-	AT IB STAGE
KAKAMEGA COUNTY POLYTECHNIC	CATERING	65,000	2/4/2019	-	65,000	-	AT IB STAGE
OLIVE INN MATUNDA TABASAMU HOTEL	CATERING	115,000	17-4-2019	-	115,000	-	AT IB STAGE
WESTFIELD MOTORS LTD	SERVICE OF M.V	32,187	25-4-2018	-	32,187	-	AT IB STAGE

GOLF HOTEL	CATERING	100,000	16-4-19	-	100,000	-	AT IB STAGE
GOLF HOTEL	CATERING	7,750	18/6/2019	-	7,750	-	AT IB STAGE
GOLF HOTEL	CATERING	31,000	16-4-2019	-	31,000	-	AT IB STAGE
MFI DOCUMENT SOLUTION LTD	SERVICE OF MACHINES	684,400	24-4-2019	-	684,400	-	AT IB STAGE
ANDREW MUDAMBI MUNIALO	RENT WARD OFFICE	26,100	25-4-2018	-	26,100	-	AT IB STAGE
KHOMUNDU STRONG	PRINTING SERVICES	20,000	29/4/2019	-	20,000	-	AT IB STAGE
WESTFIELD MOTORS	SERVICEOF 37CG005A	39,826	25-4-2018	-	39,826	-	AT IB STAGE
LESAVANNA	CONFRENCE FACILITIES	68,000	3/4/2019	-	68,000	-	AT IB STAGE
CMC MOTORS GROUPS LTD	SERVICE 37CG063A	14,212	15/5/2019	-	14,212	-	AT IB STAGE
KNEC	VERIFICATION OF TERTIARY CERTIFICATES	1,583,400	4/6/2019	-	1,583,400	-	AT IB STAGE
WESTFIELD MOTORS	REPAIRS OF VEHICLES	29,749	7/6/2019	-	29,749	-	AT IB STAGE
NYACHAE ASHITIVA AND COMPANY ADVOCATES	PAYMENT OUT OF COURT	389,244	25-6-2019	-	389,244	-	AT IB STAGE
K.MBERIA & PARTNERS ADVOCATES	DRAFTING OF COUNTY TRADE LICENCING BILL	509,000	19-11/2018	-	509,000	-	INSUFFICIENT VOTE BAL.

	2015						
NAMATSI & CO. ADVOCATES	KAKAMEGA HCC PETITION NO. 16 OF 2014	590,000	23/08/2018	-	590,000	-	INSUFFICIENT VOTE BAL.
AFRICAN TOUCH	AIRTICKET SERVICES	10,900	13/06/2019	-	10,900	-	AT IB STAGE
KINGSWAYS TYRES LTD	SUPPLY OF TYRES 37CG081A	52,308	7/6/2019	-	52,308	-	AT IB STAGE
MFI DOCUMENT SOLUTIONS LTD	MAINTENANCE OF PHOTOCOPIER MACHINE	34,000	22/03/2019	-	34,000	-	AT IB STAGE
AFRICAN TOUCH	AIRTICKET SERVICES	18,900	21/05/2019	-	18,900	-	AT IB STAGE
JABBRIA MOTORS	MOTOR SERVICE	29,232	10/6/2019	-	29,232	-	AT IB STAGE
JABBRIA MOTORS	MOTOR SERVICE	38,860	10/6/2019	-	38,860	-	AT IB STAGE
NATION MEDIA	ADVERTSEMENT	266,568	7/3/2019	-	266,568	-	AT IB STAGE
FRESH HIGHWAY	CATERING SERVICES	93,600	24/4/2019	-	93,600	-	AT IB STAGE
C.M MWEBI & COMPANY ADVOCATES	LEGAL FEES	330,605	4/16/2019	-	330,605	-	AT IB STAGE
NYACHAE & ASHITIVA ADVOCATES	LEGAL FEES	542,000	9/14/2018	-	542,000	-	AT IB STAGE
M KORONGO	LEGAL FEES	555,000	24/08/2018	-	555,000	-	AT IB STAGE

ELIZABETH CHUNGE & COMPANY ADVOCATES	LEGAL FEES	1,200,000	24/08/2018	-	1,200,000	-	AT IB STAGE
NAMATSI & CO ADVOCATES	LEGAL FEES	494,000	24/08/2019	-	494,000	-	AT IB STAGE
NAMATSI & CO ADVOCATES	LEGAL FEES	374,000	24/08/2020	-	374,000	-	AT IB STAGE
OMBITO & CO. ADVOCATES	LEGAL FEES	614,104	24/08/2018	-	614,104	-	AT IB STAGE
SHITSAMA AND COMPANY ADVOCATES	LEGAL FEES	47,530	8/24/2018	-	47,530	-	AT IB STAGE
NAMATSI & CO ADVOCATES	LEGAL FEES	384,400	24/08/2018	-	384,400	-	AT IB STAGE
SHITSAMA AND COMPANY ADVOCATES	LEGAL FEES	482,065	24/08/2019	-	482,065	-	AT IB STAGE
NAMATSI & CO ADVOCATES	LEGAL FEES	394,000	8/24/2018	-	394,000	-	AT IB STAGE
OMBITO & CO. ADVOCATES	LEGAL FEES	698,250	2/25/2019	-	698,250	-	AT IB STAGE
OMBITO & CO. ADVOCATES	LEGAL FEES	715,720	2/25/2019	-	715,720	-	AT IB STAGE
MAJUNE KRAIDO	LEGAL FEES	308,505	2/26/2019	-	308,505	-	AT IB STAGE
ELIZABETH CHUNGE & COMPANY ADVOCATES	LEGAL FEES	348,000	24/08/2018	-	348,000	-	AT IB STAGE

NAMATSI & CO ADVOCATES	LEGAL FEES	464,000	24/08/2018	-	464,000	-	AT IB STAGE
OMBITO & CO. ADVOCATES	LEGAL FEES	847,190	25/02/2019	-	847,190	-	AT IB STAGE
OMBITO & CO. ADVOCATES	LEGAL FEES	925,026	24/08/2020	-	925,026	-	AT IB STAGE
OMBITO & CO. ADVOCATES	LEGAL FEES	800,748	3/6/2019	-	800,748	-	AT IB STAGE
RIMODEL MEDIA GRAPHIC	PRINTING OF CHARTERS	550,000	3/8/2019	-	550,000	-	AT IB STAGE
MAREEN MOTORS	REPAIR OF MOTOR VEHICLE	30,000	3/8/2019	-	30,000	-	AT IB STAGE
AFRICAN TOUCH TOURS & TRAVEL	AIRTICKET	106,000	3/9/2019	-	106,000	-	AT IB STAGE
AFRICAN TOUCH TOURS & TRAVEL	AIRTICKET	91,000	14/03/2019	-	91,000	-	AT IB STAGE
OUTDAYS	AIRTICKET	37,500	14/03/2019	-	37,500	-	AT IB STAGE
OUTDAYS	AIRTICKET	37,500	24/08/2018	-	37,500	-	AT IB STAGE
NATION MEDIA	ADVERTISEMENT	226,200	24/08/2018	-	226,200	-	AT IB STAGE
NATION MEDIA	ADVERTISEMENT	91,400	25/02/2019	-	91,400	-	AT IB STAGE
CYELDA MOTORS	MOTOR SERVICE			-		-	AT IB STAGE
CYELDA MOTORS	MOTOR SERVICE	23,300	-	-	23,300	-	AT IB STAGE
KAKAMEGA POLYTECHNIC	CATERING	9,750	31/5/2019	-	9,750	-	AT IB STAGE

MAKUMI AGENCIES	MOTOR SERVICE	12,000	13/05/2019	-	12,000	-	AT IB STAGE
TINA VICTORIA	VIP TOILETS	20,000	1/5/2019	-	20,000	-	AT IB STAGE
ATS TRAVEL	AIR TRAVEL	195,000	13/06/2019	-	195,000	-	AT IB STAGE
ATS TRAVEL	AIR TRAVEL	199,000	27/06/2019	-	199,000	-	AT IB STAGE
ATS TRAVEL	AIR TRAVEL	190,000		-	190,000	-	AT IB STAGE
BROADLAND AUTOMOBILES	M/VEHICLE MAINTENANCE	283,000	14/03/2019	-	283,000	-	AT IB STAGE
BROADLAND AUTOMOBILES	M/VEHICLE MAINTENANCE	35,000	06/06/2019	-	35,000	-	AT IB STAGE
OSANGO AND CO. ADVOCATES	LEGAL FEES	935,000	22/11/2018	-	935,000	-	AT IB STAGE
NAMATSI AND CO. ADVOCATES	LEGAL FEES	464,000	22/11/2018	-	464,000	-	AT IB STAGE
NYACHAYE AND ASHITIVA ADVOCTES	LEGAL FEES	340,000	22/11/2018	-	340,000	-	AT IB STAGE
SHITSAMA AND CO ADVOCATES	LEGAL FEES	907,125	22/11/2018	-	907,125	-	AT IB STAGE
SHEPHARD HOTEL MUMIAS	HOTEL CONFERENCE	117,000	21/03/2019	-	117,000	-	AT IB STAGE
WESTFILD MOTORS	M/V REPAIRS	32,149	05/10/2019	-	32,149	-	AT IB STAGE
DIAMOND ROCK RESORT	HOTEL CONFERENCE	33,000	21/03/2019	-	33,000	-	AT IB STAGE
SHEPHARD HOTEL	HOTEL	100,000	02/04/2019	-		-	AT IB STAGE

MUMIAS	CONFERENCE				100,000		
STELLAH CATERERS	CATERING	33,000	03/03/2019	-	33,000	-	AT IB STAGE
GOLF HOTEL	CATERING	31,000	20/05/2019	-	31,000	-	AT IB STAGE
AUTOXPRESS LTD	MOTOR VEHICLE BATTERY	13,000	18/06/2019	-	13,000	-	AT IB STAGE
BHOGALS AUTOWORLD	MAINTENANCE OF MOTOR VEHICLE	45,611	22/04/2019	-	45,611	-	AT IB STAGE
BHOGALS AUTOWORLD	MAINTENANCE OF MOTOR VEHICLE	81,250	22/04/2019	-	81,250	-	AT IB STAGE
CIALA RESORT	HOTEL CONFERENCE	150,000	14/05/2019	-	150,000	-	AT IB STAGE
ICPAK	SUBSCRIPTIONS	507,800	-	-	507,800	-	AT IB STAGE
STANDARD GROUP	ADVERTISEMENT	1,200,000	-	-	1,200,000	-	AT IB STAGE
PINECONE HOTEL	CATERING SERVICES	523,600	-	-	523,600	-	AT IB STAGE
KINGSWAY TYRES	SUPPLY OF TYRES	292,237	-	-	292,237	-	AT IB STAGE
NATION MEDIA GROUP	ADVERTISEMENT	356,120	-	-	356,120	-	AT IB STAGE
KENYA ALLIANCE	Air tickect travel services	763,540	-	-	763,540	-	AT IB STAGE
KENYA ALLIANCE	Air tickect travel services	457,087	-	-	457,087	-	AT IB STAGE
PINECONE HOTEL	CATERING SERVICES	300,000	-	-	300,000	-	AT IB STAGE

SYNTAX AGENCIES	SUPPLY OF FURNITURE	470,000	-	-	470,000	-	AT IB STAGE
ALCAZAR HOTEL	CATERING SERVICES	87,500	-	-	87,500	-	AT IB STAGE
GOLF HOTEL	CATERING SERVICES	30,000	-	-	30,000	-	AT IB STAGE
GOLF HOTEL	CATERING SERVICES	40,000	-	-	40,000	-	AT IB STAGE
AFRICAN TOUCH SAFARIS	Air tickect travel services	50,700	-	-	50,700	-	AT IB STAGE
AFRICAN TOUCH SAFARIS	Air tickect travel services	23,900	-	-	23,900	-	AT IB STAGE
AFRICAN TOUCH SAFARIS	Air tickect travel services	9,900	-	-	9,900	-	AT IB STAGE
AFRICAN TOUCH SAFARIS	Air tickect travel services	9,500	-	-	9,500	-	AT IB STAGE
AFRICAN TOUCH SAFARIS	Air tickect travel services	33,800	-	-	33,800	-	AT IB STAGE
AFRICAN TOUCH SAFARIS	Air tickect travel services	13,000	-	-	13,000	-	AT IB STAGE
MFI DOCUMENTS	Air tickect travel services	489,000	-	-	489,000	-	AT IB STAGE
MUNGULU COMPANY	REPAIRS ON KBL 519W	278,800	25,JUN,2019	-	278,800	-	AT IB STAGE
OUTDAYS TOURS AND TRAVELS	AIR TICKET	16,500	7,MAY,2019	-	16,500	-	AT IB STAGE
OUTDAYS TOURS AND TRAVELS	AIR TICKET	13,500	7,MAY,2019	-	13,500	-	AT IB STAGE
CYELDA MOTORS SERVICES	SERVICE KBL 519L	13,000	25,JUN,2019	-	13,000	-	AT IB STAGE

MUNGULU COMPANY	REPAIRS ON KCD 553U	270,500		-	270,500	-	AT IB STAGE
K MBERIA AND ADVOCATES	LEGAL FEES	519,000	13,MAR,2019	-	519,000	-	AT IB STAGE
OSANGO AND COMPANY ADVOCATES	LEGAL FEES	584,075	5,JUL,2018	-	584,075	-	AT IB STAGE
PHOEBE CO. ADVOCATES	LEGAL FEES	568,400	20,APR,2019	-	568,400	-	AT IB STAGE
PHOEBE CO. ADVOCATES	LEGAL FEES	585,800	20,APR,2019	-	585,800	-	AT IB STAGE
CMC MOTORS GROUP LTD	REPAIR AND SERVICE OF LANDLOVER	646,646	13,JUN,2019	-	646,646	-	AT IB STAGE
PHOEBE CO. ADVOCATES	LEGAL FEES	522,000	7,MAY,2019	-	522,000	-	AT IB STAGE
CAR AND GENERAL TRADING LTD-KSM	MAINTENANCE OF MOTOR VEHICLE	93,322	-	-	93,322	-	AT IB STAGE
MAKUMI AGENCIES LTD	MAINTENANCE OF MOTOR VEHICLE	12,000	-	-	12,000	-	AT IB STAGE
JULIKA AUTOMOBILES	MAINTENANCE OF MOTOR VEHICLE	62,000	-	-	62,000	-	AT IB STAGE
MAKUMI AGENCIES LTD	MAINTENANCE OF MOTOR VEHICLE	23,000	--	-	23,000	-	AT IB STAGE
MAKUMI AGENCIES LTD	MAINTENANCE OF MOTOR VEHICLE	20,900	-	-	20,900	-	AT IB STAGE
MISIGO MOTOR GARAGE	MAINTENANCE OF MOTOR VEHICLE	42,500	-	-	42,500	-	AT IB STAGE
AMAZING LINK INVETMENT LTD	MAINTENANCE OF BUILDING AND	105,048	-	-	105,048	-	AT IB STAGE

	STATIONS						
ROMA HARDWARE	MAINTENANCE OF BUILDING AND STATIONS	19,030	-	-	19,030	-	AT IB STAGE
ROMA HARDWARE	MAINTENANCE OF BUILDING AND STATIONS	192,900	-	-	192,900	-	AT IB STAGE
ROMA HARDWARE	MAINTENANCE OF BUILDING AND STATIONS	144,400	-	-	144,400	-	AT IB STAGE
BEMAX AGENCIES	MAINTENANCE OF BUILDING AND STATIONS	137,000	-	-	137,000	-	AT IB STAGE
ROOCHO ENTERPRISES	MAINTENANCE OF BUILDING AND STATIONS	577,300	-	-	577,300	-	AT IB STAGE
ROOCHO ENTERPRISES	MAINTENANCE OF BUILDING AND STATIONS	230,800	-	-	230,800	-	AT IB STAGE
KLINO CONTRACTORS	MAINTENANCE OF BUILDING AND STATIONS	114,203	-	-	114,203	-	AT IB STAGE
JON NAMA ENTERPRISES	MAINTENANCE OF BUILDING AND STATIONS	1,070,001	-	-	1,070,001	-	AT IB STAGE
PAMBU ELECTRICAL CONTRACTORS LTD	MAINTENANCE OF BUILDING AND STATIONS	141,627	-	-	141,627	-	AT IB STAGE
BENGWELA SUPERSTORES	MAINTENANCE OF BUILDING AND	54,750	-	-	54,750	-	AT IB STAGE

	STATIONS						
BENGWELA SUPERSTORES	MAINTENANCE OF BUILDING AND STATIONS	12,500	-	-	12,500	-	AT IB STAGE
LUMS COMPANY LIMITED	MAINTENANCE OF BUILDING AND STATIONS	379,400	-	-	379,400	-	AT IB STAGE
PAMBU ELECTRICAL CONTRACTORS LTD	MAINTENANCE OF BUILDING AND STATIONS	145,546	-	-	145,546	-	AT IB STAGE
MANCHESTER SUPPLIES	MAINTENANCE OF BUILDING AND STATIONS	473,500	-	-	473,500	-	AT IB STAGE
ROMA HARDWARE	MAINTENANCE OF BUILDING AND STATIONS	221,700	-	-	221,700	-	AT IB STAGE
SMART BUTERE ENTERPRISES	SANITARY AND CLEANING	613,000	-	-	613,000	-	AT IB STAGE
MIGRATE ENTERPRISES	SANITARY AND CLEANING	384,000	-	-	384,000	-	AT IB STAGE
Bogongo Otanga and Co. Advocates	Legal fee	592,225	29/4/2019	-	592,225	-	AT IB STAGE
IDAL	SPARTIAL PLAN OF MUMIAS TOWN	59,670,000	12/21/2017	56,521,739.00	3,148,261	-	AT IB STAGE
STANDARD GROUP LTD	ADVERTISEMENT	336,400	04/06/2019	-	336,400	-	AT IB STAGE
NATION MEDIA GROUP	ADVERTISEMENT FOR LAUNCH OF UHC SERVICES	875,000	04/04/2019	-	875,000	-	AT IB STAGE

DIAMOND ROCK RESORT	EPI -HOTEL CONFERENCE FACILITIES	990,000	03/06/2019	-	990,000	-	AT IB STAGE
SUB TOTALS					**61,598,403**	-	
						-	
GRAND TOTALS					**267,175,543**	-	

ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f	Additions during the year	Disposals during the year	Transfers in/(out) during the year	Historical Cost c/f
	(KShs)	(KShs)	(KShs)	(KShs)	(KShs)
	2017/2018				2018/2019
Land	66,903,980	18,100,350	-	-	85,004,330
Buildings and structures	3,812,319,279	993,689,742	-	-	4,806,009,021
Transport equipment	237,726,308	59,977,028	-	-	297,703,336
Office equipment, furniture and fittings	42,455,228	11,134,881	-	-	53,590,109
ICT Equipment	51,922,862	11,536,942	-	-	63,459,804
Machinery and Equipment	22,083,789	12,958,152	-	-	35,041,941
Certified Seeds, Breeding stocks and Live animals	77,649,857	65,840,416	-	-	143,490,273
Intangible assets	68,221,767	140,348,977	-	-	208,570,744
Infrastructure assets- Roads, Rails	2,569,682,684	1,856,988,587	-	-	4,426,671,271
Refurbishment of buildings	80,460,572	48,163,635	-	-	128,624,208
Total	**7,029,426,326**	**3,218,738,711**	**-**	**-**	**10,248,165,037**

ANNEX 4 – INTER-ENTITY TRANSFERS

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Amount transferred KShs	Amount Confirmed as received KShs	difference	explanation
1	County Assembly	184,981,783	224,892,502	203,226,449	438,205,096	1,051,305,830	1,051,305,830	-	Received full amount
2	Transfer to KDDC	-	20,000,000	20,000,000	50,000,000	90,000,000	90,000,000	-	Received full amount
3	Transfer to Kakamega Water Company	-	-	40,000,000	-	40,000,000	40,000,000	-	Received full amount

Director of Finance
County Executive

Director of Finance
County Assembly/fund/project

ANNEX 5 – BANK RECONCILIATION/FO 30 REPORT

Provided Seperately