COUNTY GOVERNMENT OF KAKAMEGA

COUNTY EXECUTIVE

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIALYEAR ENDED
JUNE 30, 2018

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

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I. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

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

(b) Key Management

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

- County Ministries/Departments
- County Sub-Counties

(c) Fiduciary Management

The key management personnel who held office during the year ended 30th June 2018 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

(d) Fiduciary Oversight Arrangements

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

(e) Kakamega County Headquarters

P.O. Box 36-50100, 056 31850/31852/31853
County Headquarters
Kisumu/Kitale Highway
Kakamega, KENYA

(f) County Government of Kakamega

Telephone: 056 31850/31852/31853
E-mail: info@kakamega.go.ke
Website: kakamega.go.ke

(g) Entity Bankers

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

2. Commercial Banks;
   i) Kenya Commercial Bank-Kakamega
   ii) Equity Bank-Kakamega
   iii) National Bank-Kakamega
   iv) Cooperative Bank- Kakamega

(h) Independent Auditors

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

(i) County Attorney

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

1. FORWARD BY THE CEC

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

The County Treasury therefore presents the financial reports and statements ending 30th June 2018 in accordance with the format prescribed by the Public Sector Accounting Standards Board.

Budget performance
The County Government had a budget of Ksh 12,905,263,573 for the financial year 2017/2018 after approval of the supplementary budget, comprising Ksh 5,624,385,976 (44%) for development expenditure and Ksh 7,280,877,597 (56%) for recurrent expenditure. Of the development budget the County delivered projects worth Ksh. 4,334,670,884 representing 82% and Ksh. 7,229,595,922 on recurrent representing 95%. Overall expenditure for the County was Ksh. 11,564,266,806 against a budget of Ksh 12,905,263,573representing 90% utilization.
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 ➢ Construction of various bridges eg Khaunga Bridge in Mumias West Sub County ➢ 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 ➢ Operationization of the Kakamega Dairy Development Corporation ➢ 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
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 citizenry. 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 uptime. Also the County experienced slowdown on development due to prolonged electioneering period in the year under review. The National Treasury should improve on its disbursements and IFMIS System downtime as well as the limited resources especially allocation from the National Treasury.

Geoffrey Omulayi
Executive Committee Member for County Treasury and Economic Planning,
County Government of Kakamega

2. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Sections 163,164 and 165 of the Public Finance Management Act, 2012requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County Government entity, receiver of receiptsand 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) memberfor finance of theCounty Government is responsible for the preparation and presentation of theCountyGovernment'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 financialyear ended onJune 30, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to beeffective 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 financeaccepts 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 financeis 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, 2018, and of its financial position as at that date. The CEC member for financefurther 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 financeconfirms that the County Government has complied fully with applicable Government Regulations and the terms of external financing covenants(where applicable), and that theCounty 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 financeconfirms 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'sfinancial statements were approved and signed by theCEC member for financeon _____2018.

_____

County Executive Committee Member – Finance

3. REPORT OF THE INDEPENDENT AUDITORSON COUNTY GOVERNMENT OF KAKAMEGA-EXECUTIVE

4. FINANCIAL STATEMENTS

4.1. STATEMENT OF RECEIPTS AND PAYMENTS

		2017/2018	2016/2017
	Note	Kshs	Kshs
RECEIPTS			
Exchequer releases	1	9,935,800,000	9,612,093,313
Proceeds from Domestic and Foreign Grants	2	177,238,465	11,750,000
Transfers from Other Government Entities	3	845,452,642	983,782,312
Proceeds from Sale of Assets	4	-	289,897,340
Returns of Equity Holdings	5	177,508,732	-
County Own Generated Receipts	6	504,760,810	449,487,486
Returned CRF issues	7	-	348,408
TOTAL RECEIPTS		**11,640,760,648**	**11,347,358,859**
PAYMENTS			
Compensation of Employees	8	4,576,715,972	3,713,660,633
Use of goods and services	9	1,650,899,411	1,395,918,882
Transfers to Other Government Units	10	1,001,980,538	899,913,088
Other grants and transfers	11	820,578,459	1,324,308,531
Acquisition of Assets	12	3,061,629,469	4,972,115,469
Finance Costs, including Loan Interest	13	793,256	538,012
Other Payments	14	451,669,702	59,931,956
TOTAL PAYMENTS		**11,564,266,806**	**12,366,386,571**
SURPLUS/DEFICIT		**76,493,842**	**(1,019,027,712)**

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

The County Government of Kakamega financial statements were approved on _____ 2018 and signed by:

_____ _____

Chief Officer Head of Treasury

Name: Name:

ICPAK Member Number:

4.2. STATEMENT OF ASSETS AND LIABILITIES

		2017/2018	2016/2017
	Note	**Kshs**	**Kshs**
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	**15A**	1,625,959,172	1,582,340,523
Cash Balances	**15B**	-	-
Total Cash and cash equivalents		**1,625,959,172**	**1,582,340,523**
Accounts receivables – Outstanding Imprests	**16**	63,575,947	24,557,260
TOTAL FINANCIAL ASSETS		**1,689,535,119**	**1,606,897,783**
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	**17**	**264,661,320**	**264,310,223**
NET FINANCIAL ASSETS		**1,424,873,799**	**1,342,587,560**
REPRESENTED BY			
Fund balance b/fwd	**18**	1,342,587,560	2,098,561,122
Prior year adjustments	**19**	5,792,397	263,054,150
Surplus/Deficit for the year		76,493,842	(1,019,027,712)
NET FINANCIAL POSITION		**1,424,873,799**	**1,342,587,560**

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 _____ 2018 and signed by:

_____
Chief Officer
Name:

_____
Head of Treasury
Name:
ICPAK Member Number:

4.3. STATEMENT OF CASHFLOWS

		2017/2018	2016/2017
	Note	**Kshs**	**Kshs**
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from operating income			
Exchequer releases	**1**	9,935,800,000	9,612,093,313
Proceeds from Domestic and Foreign Grants	**2**	177,238,465	11,750,000
Transfers from Other Government Entities	**3**	845,452,642	983,782,312
Returns of Equity Holdings	**5**	177,508,732	-
County Own Generated Receipts	**6**	504,760,810	449,487,486
Returned CRF issues	**7**	-	348,408
Totals		**11,640,760,648**	**11,057,461,519**
Payments for operating expenses			
Compensation of Employees	**8**	4,576,715,972	3,713,660,633
Use of goods and services	**9**	1,650,899,411	1,395,918,882
Transfers to Other Government Units	**10**	1,001,980,538	899,913,088
Other grants and transfers	**11**	820,578,459	1,324,308,531
Finance Costs, including Loan Interest	**13**	793,256	538,012
Other Payments	**14**	451,669,702	59,931,956
Total		**8,502,637,338**	**7,394,271,102**
Adjusted for:			
Changes in receivables		(39,018,687)	(24,557,260)
Changes in payables		351,097	202,539,416
Prior year adjustments	**19**	5,792,397	263,054,150
Total Adjustments		(32,875,193)	441,036,306
Net cash flows from operating activities		**3,105,248,118**	**4,104,226,723**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	**4**	-	289,897,340
Acquisition of Assets	**12**	(3,061,629,469)	(4,972,115,469)
Net cash flows from investing activities		**(3,061,629,469)**	**(4,682,218,129)**
CASHFLOW FROM FINANCING ACTIVITIES			
Net cash flow from financing activities		**-**	**-**
NET INCREASE IN CASH AND CASH EQUIVALENT		**43,618,649**	**(577,991,406)**

Cash and cash equivalent at BEGINNING of the year		**1,582,340,523**	**2,160,331,929**
Cash and cash equivalent at END of the year		**1,625,959,172**	**1,582,340,523**
As per statement of assets		**1,625,959,172**	**1,582,340,523**

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 _____ 2018 and signed by:

_____ _____

Chief Officer Head of Treasury

Name: Name:

ICPAK Member Number

4.4. 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	10,110,802,208	(175,002,208)	9,935,800,000	9,935,800,000	10,285,804,416	100%
Proceeds from Domestic and Foreign Grants	91,307,447	238,134,170	329,441,617	177,238,465	(146,826,723)	54%
Transfers from Other Government Entities	731,247,527	113,377,256	844,624,783	845,452,642	617,870,271	100%
Returns of Equity Holdings	-	-	-	177,508,732	-	0%
County Own Generated Receipts	952,571,849	(178,000,000)	774,571,849	504,760,810	1,130,571,849	65%
Returned CRF issues	1,284,026,951	(263,201,627)	1,020,825,324	-	1,547,228,578	0%
TOTAL	**13,169,955,982**	**(264,692,409)**	**12,905,263,573**	**11,640,760,648**	**13,434,648,391**	**90%**
PAYMENTS				-		
Compensation of Employees	4,073,236,570	315,701,021	4,388,937,591	4,576,715,972	3,757,535,549	104%
Use of goods and services	1,887,494,637	120,987,391	2,008,482,028	1,650,899,411	1,766,507,246	82%
Transfers to Other Government Units	1,233,457,978	-	1,233,457,978	1,001,980,538	1,233,457,978	81%
Other grants and transfers	1,000,000,000	-	1,000,000,000	820,578,459	1,000,000,000	82%
Acquisition of Assets	4,200,000,000	(501,380,821)	3,698,619,179	3,061,629,469	4,701,380,821	83%
Finance Costs, including Loan Interest	1,000,000	-	1,000,000	793,256	1,000,000	79%
Other Payments	574,766,797	-	574,766,797	451,669,701	574,766,797	79%
TOTAL	**12,969,955,982**	**(64,692,409)**	**12,905,263,573**	**11,564,266,806**	**13,034,648,391**	**90%**

The over expenditure on compensation of employees is attributed to the following reasons;

(a) Compensation of employee's figure went up as a result of pending bills from the previous year
(b) Compensation to medical personnel after a return to work agreement was reached

The changes in the Budget between original and final were as a result of rationalization arising from the anticipated shortfall in local revenue and reserves brought forward coupled with the delays in exchequer releases that humper budget execution.

The entity financial statements were approved on _____ 2018 and signed by:

_____	_____
Chief Officer	Head of Treasury Accounts
Name:	Name:
	ICPAK Member Number

4.5. 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	5,055,401,104	537,506,884	5,592,907,988	5,027,211,725	565,696,263	90%
Proceeds from Domestic and Foreign Grants	50,000,000	192,069,071	242,069,071	89,865,919	152,203,152	37%
Transfers from Other Government Entities	37,789,290	-	37,789,290	38,617,148	(827,858)	102%
Returns of Equity Holdings	-	-	-	177,508,732	(177,508,732)	0%
County Own Generated Receipts	476,285,925	(89,000,000)	387,285,925	257,134,736	130,151,189	66%
Returned CRF issues	1,224,712,867	(203,887,543)	1,020,825,324	-	1,020,825,324	0%
TOTAL	**6,844,189,185**	**436,688,412**	**7,280,877,597**	**5,590,338,259**	**1,690,539,338**	**77%**
PAYMENTS				-		
Compensation of Employees	4,073,236,570	315,701,021	4,388,937,591	4,576,715,972	(187,778,381)	104%
Use of goods and services	1,887,494,637	120,987,391	2,008,482,028	1,650,899,411	357,582,617	82%
Transfers to Other Government Units	1,233,457,978	-	1,233,457,978	1,001,980,538	231,477,440	81%
TOTAL	**7,194,189,185**	**436,688,412**	**7,630,877,597**	**7,229,595,922**	**401,281,676**	**95%**

The over expenditure on compensation of employees is attributed to the following reasons;

a) Compensation of employee's figure went up as a result of pending bills from the previous year
b) Compensation to medical personnel after a return to work agreement was reached

The changes in the Budget between original and final were as a result of rationalization arising from the anticipated shortfall in local revenue and reserves brought forward coupled with the delays in exchequer releases that humper budget execution.

The entity financial statements were approved on _____ 2018 and signed by:

_____	_____
Chief Officer	Head of Treasury Accounts
Name:	Name:
	ICPAK Member Number:

4.6. 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	5,055,401,104	(712,509,092)	4,342,892,013	4,908,588,275	(565,696,263)	113%
Proceeds from Domestic and Foreign Grants	41,307,447	46,065,099	87,372,546	87,372,546	-	100%
Transfers from Other Government Entities	693,458,237	113,377,256	806,835,493	806,835,494	(1)	100%
County Own Generated Receipts	476,285,925	(89,000,000)	387,285,925	244,626,073	142,659,852	63%
Returned CRF issues	59,314,085	(59,314,085)	-	-	-	0%
TOTAL	**6,325,766,797**	**(701,380,821)**	**5,624,385,976**	**6,047,422,388**	**(423,036,412)**	**108%**
PAYMENTS				-		
Other grants and transfers	1,000,000,000	-	1,000,000,000	820,578,459	179,421,541	82%
Acquisition of Assets	4,200,000,000	(501,380,821)	3,698,619,179	3,061,629,469	636,989,710	83%
Finance Costs, including Loan Interest	1,000,000	-	1,000,000	793,256	206,744	79%
Other Payments	574,766,797	-	574,766,797	451,669,701	123,097,096	79%
TOTAL	**5,775,766,797**	**(501,380,821)**	**5,274,385,976**	**4,334,670,884**	**939,715,092**	**82%**

The changes in the Budget between original and final were as a result of rationalization arising from the anticipated shortfall in local revenue and reserves brought forward coupled with the delays in exchequer releases that humper budget execution.
The entity financial statements were approved on _____ 2018 and signed by:

_____	_____
Chief Officer	Head of Treasury Accounts
Name:	Name:
	ICPAK Member Number:

4.7. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Program	Sub Program	Description	Approved Budget	Actual Payments	Variance
0		**Default - Non Programmatic**	**0**	**2,144,256,900.00**	**- 2,144,256,900.00**
	0	Default - Non Programmatic	0	2,144,256,900.00	- 2,144,256,900.00
101000000		**Land Policy and Planning**	**99,254,618.00**	**34,929,331.95**	**64,325,286.05**
	101010000	Development Planning and Land Reforms	83,254,618.00	34,101,631.95	49,152,986.05
	101020000	Land Information Management	16,000,000.00	827,700.00	15,172,300.00
102000000		**Housing Development and Human Settlement**	**36,986,823.00**	**13,476,759.70**	**23,510,063.30**
	102010000	Housing Development	0	0	0
	102020000	Estate Management	36,986,823.00	13,476,759.70	23,510,063.30
103000000			**248,153,790.00**	**187,729,936.40**	**60,423,853.60**
	103010000	Stalled and new Government buildings	10,000,000.00	2,470,428.00	7,529,572.00
	103020000	Building Standards and Research	33,153,790.00	23,740,909.40	9,412,880.60
	103030000		205,000,000.00	161,518,599.00	43,481,401.00
104000000			**14,433,152.00**	**91,760.00**	**14,341,392.00**
	104010000	Coastline Infrastructure Development	14,433,152.00	91,760.00	14,341,392.00
105000000		**Urban and Metropolitan Development**	**16,110,152.00**	**7,149,125.00**	**8,961,027.00**
	105010000	Urban Mobility and Transport	16,110,152.00	7,149,125.00	8,961,027.00
106000000		**General Administration Planning and Support Services**	**30,243,500.00**	**5,937,023.00**	**24,306,477.00**
	106010000	Administration, Planning & Support Services	30,243,500.00	5,937,023.00	24,306,477.00
107000000		**General Administration Planning and Support Services**	**84,660,295.00**	**31,042,128.00**	**53,618,167.00**
	107010000	Agricultural Policy, Legal and Regulatory Frameworks	36,458,439.00	23,531,299.00	12,927,140.00
	107020000	Agricultural Planning and Financial Management	48,201,856.00	7,510,829.00	40,691,027.00
108000000		**Crop Development and Management**	**22,123,388.00**	**7,016,322.00**	**15,107,066.00**
	108010000	Land and Crops Development	15,123,388.00	4,268,547.00	10,854,841.00
	108020000	Food Security Initiatives	7,000,000.00	2,747,775.00	4,252,225.00
109000000		**Agribusiness and Information Management**	**0**	**0**	**0**
	109010000	Agribusiness and Market Development	0	0	0

110000000		**Irrigation and Drainage Infrastructure**	**229,153,181.00**	**141,170,713.00**	**87,982,468.00**
	110010000	Promotion of Irrigation and Drainage Development and Management	31,000,000.00	17,035,778.00	13,964,222.00
	110020000		174,153,181.00	107,787,255.00	66,365,926.00
	110030000		24,000,000.00	16,347,680.00	7,652,320.00
120000000			**11,000,025.00**	**8,213,159.30**	**2,786,865.70**
	120010000		11,000,025.00	8,213,159.30	2,786,865.70
201000000		**General Administration, Planning and Support Services**	**1,697,631,362.00**	**1,360,922,715.80**	**336,708,646.20**
	201010000	General Administration, Planning and Support Services	600,000,000.00	431,795,946.00	168,204,054.00
	201020000	Human Resources and Support Services	3,084,326.00	1,868,802.00	1,215,524.00
	201040000	Information Communications Services	1,094,547,036.00	927,257,967.80	167,289,068.20
202000000		**Road Transport**	**3,842,110.00**	**2,932,018.90**	**910,091.10**
	202010000	Construction of Roads and Bridges	3,842,110.00	2,932,018.90	910,091.10
203000000		**Rail Transport**	**150,000,000.00**	**128,134,049.00**	**21,865,951.00**
	203010000	Rail Transport	150,000,000.00	128,134,049.00	21,865,951.00
301000000		**General Administration Planning and Support Services**	**0**	**0**	**0**
	301010000		0	0	0
302000000		**Industrial Development and Investments**	**0**	**0**	**0**
	302010000	Promotion of Industrial Development and Investments	0	0	0
303000000		**Standards and Business Incubation**	**0**	**0**	**0**
	303010000	Standardization, Metrology and conformity assessment	0	0	0
304000000		**Cooperative Development and Management**	**4,835,000.00**	**3,531,586.40**	**1,303,413.60**
	304010000	Governance and Accountability	4,835,000.00	3,531,586.40	1,303,413.60
305000000		**East African Affairs and Regional Integration**	**0**	**0**	**0**
	305010000	East African Customs Union	0	0	0
306000000		**Tourism Development and Promotion**	**24,230,707.00**	**17,043,486.95**	**7,187,220.05**
	306010000	Tourism Promotion and Marketing	17,860,707.00	13,233,111.15	4,627,595.85
	306020000	Niche tourism product development and diversification	6,370,000.00	3,810,375.80	2,559,624.20
307000000		**Trade Development and Promotion**	**237,865,736.00**	**129,931,492.60**	**107,934,243.40**
	307010000	Domestic Trade Development	237,865,736.00	129,931,492.60	107,934,243.40
	307020000	Fair Trade and Consumer Protection	0	0	0

308000000		**General Administration, Planning and Support Services**	**15,000,000.00**	**4,711,892.00**	**10,288,108.00**
	308010000	General administration planning and support services	15,000,000.00	4,711,892.00	10,288,108.00
	308020000		0	0	0
309000000			**9,660,000.00**	**3,325,046.00**	**6,334,954.00**
	309010000		9,660,000.00	3,325,046.00	6,334,954.00
310000000			**3,127,180.00**	**1,096,050.00**	**2,031,130.00**
	310010000		3,127,180.00	1,096,050.00	2,031,130.00
401000000		**Preventive & Promotive Health Services**	**60,895,562.00**	**13,440,075.00**	**47,455,487.00**
	401010000	Communicable Disease Control	7,395,562.00	0	7,395,562.00
	401020000	Health Promotion	49,500,000.00	13,440,075.00	36,059,925.00
	401030000	Non-communicable Disease Prevention & Control	3,500,000.00	0	3,500,000.00
	401040000	Government Chemist	500,000.00	0	500,000.00
402000000		**Curative Health Services**	**2,008,058,778.00**	**562,526,212.50**	**1,445,532,565.50**
	402010000	National Referral Services	0	0	0
	402020000	Mental Health	101,000,000.00	0	101,000,000.00
	402030000	Specialized services (Spinal Injury)	3,500,000.00	0	3,500,000.00
	402040000	Forensic and Diagnostics	1,903,558,778.00	562,526,212.50	1,341,032,565.50
403000000		**Health Research and Development**	**135,799,578.00**	**0**	**135,799,578.00**
	403010000	Capacity Building & Training	135,799,578.00	0	135,799,578.00
501000000		**Primary Education**	**0**	**0**	**0**
	501010000	Free Primary Education	0	0	0
502000000		**Secondary Education**	**21,074,951.00**	**18,714,270.80**	**2,360,680.20**
	502010000	Secondary Bursary Management Services	21,074,951.00	18,714,270.80	2,360,680.20
503000000		**Quality Assurance and Standards**	**159,904,278.00**	**151,567,633.00**	**8,336,645.00**
	503010000	Curriculum Development	61,404,278.00	60,093,929.00	1,310,349.00
	503020000	Examination and Certification	98,500,000.00	91,473,704.00	7,026,296.00
504000000		**University Education**	**88,500,000.00**	**88,302,200.00**	**197,800.00**
	504010000	University Education	28,500,000.00	28,302,200.00	197,800.00
	504020000	Quality Assurance and Standards	60,000,000.00	60,000,000.00	0
505000000		**Technical Vocational Education and Training**	**122,000,000.00**	**121,214,340.00**	**785,660.00**
	505010000	Technical Accreditation and Quality Assurance	87,000,000.00	87,000,000.00	0

	505020000	Technical Trainers and Instructor Services	35,000,000.00	34,214,340.00	785,660.00
702000000		**Cabinet Affairs**	**0**	**0**	**0**
	702010000		0	0	0
703000000		**Government Advisory Services**	**173,555,702.00**	**115,607,629.80**	**57,948,072.20**
	703010000	State Corporations Advisory Services	0	0	0
	703020000	Kenya-South Sudan Advisory Services	173,555,702.00	115,607,629.80	57,948,072.20
704000000		**State House Affairs**	**75,000,000.00**	**29,309,333.00**	**45,690,667.00**
	704010000	Coordination of State House Functions	75,000,000.00	29,309,333.00	45,690,667.00
705000000		**Leadership and Coordination of MDAs**	**41,261,000.00**	**0**	**41,261,000.00**
	705010000	Coordination and Supervision	41,261,000.00	0	41,261,000.00
706000000		**Economic Policy and National Planning**	**63,237,845.00**	**46,685,038.00**	**16,552,807.00**
	706010000	Economic Planning Coordination services	14,047,500.00	13,851,902.00	195,598.00
	706020000	Community Development	49,190,345.00	32,833,136.00	16,357,209.00
707000000		**National Statistical Information Services**	**190,516,547.00**	**142,125,638.00**	**48,390,909.00**
	707010000	Census and Surveys	0	0	0
	707020000		122,911,000.00	75,754,520.95	47,156,479.05
	707030000		27,957,000.00	26,686,904.30	1,270,095.70
	707040000		39,648,547.00	39,684,212.75	-35,665.75
709000000		**General Administration Planning and Support Services**	**147,009,535.00**	**82,360,313.90**	**64,649,221.10**
	709010000	Human Resources and Support Services	125,884,429.00	75,739,753.90	50,144,675.10
	709020000	Financial Management Services	21,125,106.00	6,620,560.00	14,504,546.00
710000000		**Public Service Transformation**	**883,457,978.00**	**685,314,975.10**	**198,143,002.90**
	710010000	Human Resource Management	0	0	0
	710030000	Management Consultancy Services	883,457,978.00	685,314,975.10	198,143,002.90
712000000		**Devolution Services**	**5,158,077,300.00**	**4,770,674,105.18**	**387,403,194.82**
	712010000	Management of devolution affairs	438,324,960.00	287,671,696.80	150,653,263.20
	712020000	Intergovernmental Relations	4,701,806,430.00	4,473,573,858.03	228,232,571.97
	712030000	Capacity building	17,945,910.00	9,428,550.35	8,517,359.65
713000000		**Special Initiatives**	**27,371,865.00**	**20,402,158.80**	**6,969,706.20**
	713010000	Relief & Rehabilitation	27,371,865.00	20,402,158.80	6,969,706.20
715000000			**9,689,409.00**	**9,030,860.00**	**658,549.00**
	715010000	Management of Kenya missions abroad	9,689,409.00	9,030,860.00	658,549.00
901000000		**Sports**	**15,108,571.00**	**8,611,284.00**	**6,497,287.00**

	901010000	Sports Training and competitions	15,108,571.00	8,611,284.00	6,497,287.00
902000000		**Culture**	**19,622,225.00**	**15,434,196.00**	**4,188,029.00**
	902010000	Conservation of Heritage	19,622,225.00	15,434,196.00	4,188,029.00
903000000		**The Arts**	**216,255,130.00**	**206,794,430.00**	**9,460,700.00**
	903010000	Film Services	192,400,000.00	185,469,665.00	6,930,335.00
	903020000		23,855,130.00	21,324,765.00	2,530,365.00
904000000		**Library Services**	**15,795,400.00**	**10,396,818.65**	**5,398,581.35**
	904010000	Library Services	15,795,400.00	10,396,818.65	5,398,581.35
905000000		**General Administration, Planning and Support Services**	**4,187,476.00**	**2,173,400.00**	**2,014,076.00**
	905010000	General Administration, Planning and Support Services	4,187,476.00	2,173,400.00	2,014,076.00
906000000		**Promotion of the Best Labour Practice**	**44,027,306.00**	**72,174,245.00**	**-28,146,939.00**
	906010000	Promotion of harmonious industrial relations	44,027,306.00	72,174,245.00	-28,146,939.00
907000000		**Manpower Development, Employment and Productivity Management**	**5,002,228.00**	**841,100.00**	**4,161,128.00**
	907010000	Human Resource Planning & Development	5,002,228.00	841,100.00	4,161,128.00
1001000000		**General Administration, Planning and Support Services**	**-**	**-**	**-**
	1001010000	Environmental Policy Management	-	-	-
1002000000		**Environment Management and Protection**	**-**	**-**	**-**
	1002010000	National Environment Management	-	-	-
1003000000		**Natural Resources Conservation and Management**	**-**	**-**	**-**
	1003010000	Forests Conservation and Management	-	-	-
1004000000		**Water Resources Management**	**-**	**-**	**-**
	1004010000	Water Resources conservation and Protection	-	-	-
1005000000		**Integrated Regional Development**	**27,355,198.00**	**11,594,212.00**	**15,760,986.00**
	1005010000	Integrated basin based Development	22,222,888.00	8,095,070.00	14,127,818.00
	1005020000	Land Reclamation	5,132,310.00	3,499,142.00	1,633,168.00
1006000000		**Meteorological Services**	**185,559,152.00**	**124,235,767.50**	**61,323,384.50**
	1006010000	Modernization of meteorological services	185,559,152.00	124,235,767.50	61,323,384.50
1007000000		**General Administration Planning and Support Services**	**68,629,540.00**	**22,095,074.00**	**46,534,466.00**
	1007010000	Mining Policy Development and Coordination	68,629,540.00	22,095,074.00	46,534,466.00
	1007020000		-	-	-

		Grand Total	**12,905,263,573.00**	**11,564,266,806.23**	**1,340,996,766.77**

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the County budgets which are programmatic)

4.8. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The 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 entity all values are rounded to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

2. Reporting entity

The financial statements are for the County Government of Kakamega. The financial statements encompass the reporting entity as specified under sections163 and 164 of the PFM 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 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 and when receipted and banked.

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 to the County Government of Kakamega and when disbursements are deposited in the county revenue fund account.

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 entity 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 2018, 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 appropriated through a supplementary budget to enable the County to spend funds. These funds are recognised once appropriated through a supplementary budget process.

b) Recognition of payments

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and 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 Kakamega 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 Kakamega 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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 retention deposits. As at 30th June 2018, this amounted to Kshs264,661,320 compared to Kshs 202,539,416.05 in prior period as indicated on note 17 , for retentions money.

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.

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 *entity* 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 County Government of Kakamega 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 30/6/217 for the period 1st July 2017 to 30 June 2018 as required by law. There was one number of supplementary budgets passed in the year. A high-level assessment of the County Government of Kakamega 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.

4.9. NOTES TO THE FINANCIAL STATEMENTS

1. EXCHEQUER RELEASES

	2017/2018	2016/2017
	Kshs	Kshs
Total Exchequer Releases for quarter 1	383,600,000	1,703,235,054
Total Exchequer Releases for quarter 2	2,984,402,053	1,653,139,905
Total Exchequer Releases for quarter 3	1,999,559,083	2,506,792,114
Total Exchequer Releases for quarter 4	4,568,238,865	3,748,926,240
Cumulative Amount	**9,935,800,000**	**9,612,093,313**

(State the amount received vis a vie amount included in the CARA)

2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in	2017/2018	2016/2017
		foreign currency	Kshs	Kshs
Grants Received from Bilateral Donors (Foreign Governments)				
DANIDA	23.06.2017	-	39,865,919	11,750,000
Youth Polytechnic		-	28,060,821	-
World bank-THUSCP		-	50,000,000	
Kenya Devolution Support Program			59,311,725	
Grants Received from Multilateral Donors (International Organizations)				
(Insert name of donor)		-	-	-
		-		
Grants Received from other levels of government				
(Insert name of donor)		-	-	-
		-		
TOTAL		**-**	**177,238,465**	**11,750,000**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. TRANSFER FROM OTHER GOVERNMENT ENTITIES

	2017/2018	2016/2017
	Kshs	Kshs
Transfers from Central government entities		
User fees	38,617,145	38,617,148
Free maternity	-	205,550,000
Road Maintenance Levy	379,552,259	147,689,748
Level 5 Hospital	427,283,238	406,936,416
MOH Doctors allowances		184,989,000
Transfers from Counties		
(insert name of budget agency)	-	-
Total	**845,452,642**	**983,782,312**

4. PROCEEDS FROM SALE OF ASSETS

	2017/2018	2016/2017
	Kshs	Kshs
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	289,897,340
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Total	**-**	**289,897,340**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. RETURNS OF EQUITY HOLDINGS

	2017/2018	2016/2017
	Kshs	Kshs
Returns of Equity Holdings in Domestic Organisations(Farm inputs subsidies)	177,508,732	-
Returns of Equity Holdings in International Organisations	-	-
Total	177,508,732	-

6. COUNTY OWN GENERATED RECEIPTS

	2017/2018	2016/2017
	Kshs	Kshs
RECEIPTS		
Interest Received	12,508,664	-
Business Permits	68,649,690	59,004,951
Cess	27,155,400	41,996,730
Poll Rates	-	-
Plot Rents	30,774,822	25,000,067
Liquor Licences	26,667,711	13,972,281
Other Local Levies	23,615,359	39,894,208
Lease / Rental Of Council'S Infrastructure Assets	6,745,045	1,719,600
Market/Trade Centre Fee	36,910,235	46,167,693
Vehicle Parking Fees	55,681,484	59,800,975
Public Health Services	159,864,093	154,038,254
Public Health Facilities Operations (NHIF Capitation)	28,003,178	-
Environment & Conservancy Administration	-	-
Slaughter Houses Administration	4,599,026	3,346,530
External Services Fees	7,548,007	4,546,197
Approval of building plans	8,250,495	

Hire fees	4,787,600	
Sugar fund receipts	3,000,001	
TOTAL	**504,760,810**	**449,487,486**

7. RETURNED CRF ISSUES

	2017/2018	2016/2017
	Kshs	Kshs
Recurrent account	-	348,408
Development account	-	-
Deposit account	-	-
Total	**-**	**348,408**

8. COMPENSATION OF EMPLOYEES

	2017/2018	2016/2017
	Kshs	Kshs
Basic salaries of permanent employees	4,546,940,513	3,665,825,492
Basic wages of temporary employees	29,775,459	13,383,813
Other personnel payments	-	34,451,328
Total	**4,576,715,972**	**3,713,660,633**

The variance attributed to:

a) Compensation of employee's figure went up as a result of pending bills from the previous year
b) Compensation to medical personnel after a return to work agreement was reached

9. USE OF GOODS AND SERVICES

	2017/2018	2016/2017
	Kshs	Kshs
Utilities, supplies and services	36,691,367	54,817,250
Communication, supplies and services	34,923,454	8,750,892
Domestic travel and subsistence	248,885,671	188,642,007
Foreign travel and subsistence	12,198,939	12,986,591
Printing, advertising and information supplies & services	122,178,664	135,449,677
Rentals of produced assets	66,443,837	46,491,572
Training expenses	68,880,259	39,487,720

Hospitality supplies and services	226,667,722	126,358,152
Insurance costs	22,128,890	41,307,960
Specialized materials and services	318,091,282	277,904,232
Office and general supplies and services	82,834,285	86,717,236
Other operating expenses	304,387,266	290,068,920
Routine maintenance – vehicles and other transport equipment	36,437,073	26,617,306
Fuel Oil And Lubricants	43,379,243	41,789,650
Routine maintenance – other assets	26,771,459	18,529,717
Total	**1,650,899,411**	**1,395,918,882**

10. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017/2018	2016/2017
	Kshs	Kshs
Transfers to Central government entities	-	-
See attached list	-	-
Transfers to Other County Entities	-	-
County Assembly	893,516,738	899,913,088
Kakamega water Company	87,000,000	-
Kakamega Dairy Development Corporation	21,463,800	
TOTAL	**1,001,980,538**	**899,913,088**

11. OTHER GRANTS AND OTHER PAYMENTS

Description	2017/2018	2016/2017
	Kshs	Kshs
Scholarships and other educational benefits	386,074,477	140,100,200
Emergency relief and refugee assistance	-	12,904,750
Subsidies to small businesses, cooperatives, and self employed	-	544,349,749
Hospitals		404,453,832
Early Childhood Development		102,500,000
Kakamega Dairy Development Corporation		120,000,000
Bukura Agricultural Training Center	3,110,152	
Hospitals, Dispensaries and Health Centers	404,127,830	

Imarisha afya ya mama na mtoto program- Cash transfers to mothers	22,814,500	
Directorate of Alcoholic Drinks	4,451,500	
TOTAL	**820,578,459**	**1,324,308,531**

12. ACQUISITION OF ASSETS

	2017/2018	2016/2017
	Kshs	Kshs
Non Financial Assets		
Purchase of Buildings	-	-
Construction of Buildings	1,098,216,750	2,077,469,994
Refurbishment of Buildings	-	80,460,572
Construction of Roads	-	1,393,150,210
Construction and Civil Works	-	560,433,168
Purchase of Vehicles and Other Transport Equipment	27,030,600	48,241,355
Purchase of Office Furniture and General Equipment	15,474,500	11,822,020
Purchase of ICT Equipment	8,072,501	18,166,182
Purchase of Specialized Plant, Equipment and Machinery	13,440,075	8,643,714
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	
Purchase of Certified Seeds, Breeding Stock and Live Animals	-	77,649,857
Acquisition of Land	-	17,622,980
Acquisition of Intangible Assets	-	63,384,567
Sub Totals	**1,162,234,426**	**4,357,044,619**
Development Projects		
Refurbishment of Buildings	8,772,906	
Construction of Roads	1,300,860,915	
Construction and Civil Works	445,942,885	
Purchase of Certified Seeds, Breeding Stock and Live Animals	49,700,005	
Acquisition of Intangible Assets	94,118,331	

Ward Based Projects		615,070,849
Sub Totals	**1,899,395,042**	**615,070,849**
Grand Total	**3,061,629,469**	**4,972,115,469**

13. FINANCE COSTS, INCLUDING LOAN INTEREST

	2017/2018	2016/2017
	Kshs	Kshs
Bank service and commissions	793,256	538,012
Total	**793,256**	**538,012**

14. OTHER PAYMENTS

	2017/2018	2016/2017
	Kshs	Kshs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Other expenses	12,576,842	2,149,100
Promotion of Tourism	458,000	1,078,950
Promotion of Sports	42,077,667	53,842,906
Pre-feasibility, feasibility appraisal	32,738,053	
Disaster Management	1,413,838	
Health facilities- Universal Health care	74,680,049	
Shelter improvement program	2,753,200	
Devolution support program	47,849,196	
Farm input expenses	237,122,856	
Investments promotion		2,000,000
Cash in Transit		861,000
Total	**451,669,702**	**59,931,956**

15. CASH AND BANK BALANCES

15A. BANK BALANCES

	Number	Indicate whether recurrent or development, deposits, receipts, etc	Ex. rate (if in foreign currency)	2017/2018	2016/2017
Name of Bank, Account No. & Currency			**Kshs**	**Kshs**	**Kshs**
KCB Revenue collections Account	1141473194	Revenue		20,368,289.45	1,079,047.23
Central Bank Revenue Fund	1000171383	Revenue		1,029,616,209.10	879,442,379.00
Central Bank Reccurrent Account	1000170786	Recurrent		4,670.85	71,661.50
Central Bank Development Account	1000170727	Development		639,644.10	38,204,323.50
Cooperative Bank Operations Account	1141545302400	Recurrent		861,408.15	173,249.90
Cooperative Bank Development Account	1141545462600	Development		901,305.00	4,935,996.80
Central Bank County Special Purpose Universal Care Account				10,459,368.50	
Central Bank County Polytechnics Special Purpose Account				8,101.00	
Cooperative bank Retention account	1141545302401	Development		203,775,790.95	111,999,912.05
Emergency Fund Account	1141545480000	Development		34,059,608.02	12,074,288.60
Centtral Bank Recurrent Assembly					
Cooperative Bank - Assembly Devt. Account	1141545627300	Development		46,614.55	58,882.00
CGH KCB Imprest Account	1152009362	Recurrent		53,093.20	308,653.65
Public Service Board – KCB	1162095482	Recurrent		438.85	103,689.75
CGH Development Account National Bank	1001088987000	Development		110,277.12	1,731,592.12

Assembly operation	1141545120500	Recurrent		2,580,083.00	2,580,083.00
CGH Development Account Cooperative Bank	1141632331300	Development		3,206,341.50	252,151.00
Linda Afya Ya Mama Na Mtoto	1148241272	Recurrent		22,986,084.50	4,041,453.36
Medical School	1001088987100	Development		1,550.00	70,341,713.00
Sugar Development Fund	1141631142100	Development		108,999,967.20	153,492,128.20
Directorate of Alcoholic Drinks	1020110619200	Recurrent			4,451,500.00
Bukura ATC	500262374653	Recurrent		240,012.63	5,062,597.18
Farm Input-Collection account	1141632689500			86,188,147.50	91,528,441.50
Farm mechanisation Account				103,967.50	
Farm input expense account				36,770,766.37	
10KM Ward based projects	1178747425	Development		24,301.70	3,716,227.15
Road maintenance levy fund	1000275545	Development		40,301,105.50	31,231,318.45
Health Services		Recurrent		51,671.50	56,670,682.18
Mumias West Hospital Development		Development		44,009.35	26,458,323.35
Shamakhubu Health Centre Development		Development		19,953,695.73	22,317,409.73
Townships					
Kakamega Township		Recurrent		3,670.00	8,241.00
Mumias Township		Recurrent		208,149.50	14,615.50
Subcounties					
Lurambi Subcounty		Recurrent		837.00	482.50
Mumias East Subcounty		Recurrent		6,677.00	1,624.50
Butere Sub County		Recurrent		878.00	7,074.00
Ikolomani Sub County		Recurrent		1,058.00	1,029.50
Khwisero Sub County		Recurrent		1,295.00	191.50
Likuyani Sub County		Recurrent		60,918.50	2,384.50
Lugari Sub County		Recurrent		370.00	472.00
Malava Sub County		Recurrent		2,011.00	2,480.00
Matungu Sub County		Recurrent		1,699.00	876.00
Mumias West Sub County		Recurrent		416.00	- 1,164.00
Navakholo Sub County		Recurrent		1,588.50	883.50
Shinyalu Sub County		Recurrent		4,092.05	5,285.05

Ward development projects					
Shirugu/Mugai		Development		243,561.00	947,918.00
Chemuche		Development		24,795.05	917,223.00
South Kabras		Development		87,837.50	1,415,343.00
East Kabras		Development		53,919.50	1,239,991.00
West Kabras		Development		11,952.90	928,930.00
Butali Chegulo		Development		42,559.00	718,215.00
Manda Shivanga		Development		160,188.50	807,060.00
Isukha Central		Development		71,675.70	7,431,048.70
Isukha South		Development		273.05	2,332,999.90
Isukha East		Development		1,506,197.45	9,783,670.70
Isukha West		Development		2,830.50	7,030,037.50
Muranda		Development		5,450.04	-535,757.58
Isukha North		Development		45,505.10	5,359,819.80
Mautuma		Development		-	1,528.85
Lumakanda		Development		18,426.00	6,866.10
Lugari		Development		9,462.01	70,820.11
Chekalini		Development		37,329.00	413.00
Chevaywa		Development		354,803.00	193.65
Lwandeti		Development		37,320.04	28,896.84
Idakho Central		Development		34,772.05	98,959.25
Idakho South		Development		52,741.40	806,039.40
Idakho North		Development		138,032.11	1,501,805.01
Idakho East		Development		242,604.40	2,873,875.40
Musanda		Development		159.60	43,159.60
Etenje Ward		Development		3,272.80	1,330,820.80
Mumias Central		Development		33.50	441,075.05
Mumias North		Development		0.70	3,424.70
Butsotso Central Ward		Development		- 91.30	998,162.70
Mahiakalo Ward		Development		0.04	-38,294.56
Butsotso East Ward		Development		916.60	181,244.60
Butsotso South Ward		Development		3,717.60	1,089,106.60

Shirere Ward		Development		1,914.40	1,293,028.40
Shieywe Ward		Development		1,082.00	1,000,877.00
Kisa Central		Development		4,364.10	468,251.50
Kisa East		Development		2,000.60	808,134.60
Kisa West		Development		3,438.50	303,033.50
Kisa North		Development		12,627.55	334,847.69
Marama North		Development		78.23	2,393.23
Marama South		Development		2,709.55	497,763.40
Marama West		Development		848.65	1,265,746.20
Marama Central		Development		29.23	2,228,373.78
Shianda Marenyo		Development		3,158.00	259,509.30
Bunyala Central		Development		80.00	44,015.55
Bunyala East		Development		-	1,797,237.15
Ingotse/Ematia		Development		-	10,637.00
Bunyala West		Development		-	6,180.00
Esumeyia Shinoyi		Development		0.15	1,310.15
Namamali		Development		981.50	16,338.50
Mayoni		Development		2,365.95	48,755.95
Khalaba		Development		5,933.05	753,935.55
Kholera		Development		1,951.69	11,039.69
Koyonzo		Development		2,233.64	130,069.64
Nzoia Ward		Development		37,081.05	509,629.05
Sinoko Ward		Development		- 6,681.70	- 6,177.15
Kongoni Ward		Development		- 1,510.50	15,456.30
Likuyani Ward		Development		39,203.50	213,165.50
Sango Ward		Development		0.90	93,100.90
Malaha/Isongo		Development		162.49	45,162.49
East Wanga		Development		1,141.13	1,140.60
Lusheya/Lubinu		Development		3,551.15	791.35
Total				**1,625,959,172.02**	**1,582,340,522.69**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15B. CASH IN HAND

	2017/2018	2016/2017
	Kshs	Kshs
Cash in Hand – Held in domestic currency	-	-
Cash in Hand – Held in foreign currency	-	-
Total	**-**	**-**

16. ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

	2017/2018	2016/2017
	Kshs	Kshs
Government Imprests	3,575,947	24,557,260
Kenya Power Ltd	60,000,000	
Mumias Distributors Ltd		-
Total	**63,575,947**	**24,557,260**

Breakdown of unsurrendered imprest

Name of Officer or Institution	*Date Imprest Taken*	*Amount Taken*	*Amount Surrendered*	*Balance*
		KShs	*KShs*	*KShs*
Cooperative Bank Operations		1,830,000.00	-	1,830,000.00
Central Bank Recurrent		-	-	-
Central Bank development		-	-	-
Central Bank County Special Purpose Universal Care Account		71,358.00	-	71,358.00
Linda Afya Ya Mama Na Mtoto		271,209.00	-	271,209.00
Health Services		-	-	-
CGH Imprest Account		300,865.00	-	300,865.00
Sub counties		964.00	-	964.00
Public Service Board – KCB		194,654.00	-	194,654.00
Farm Input-Collection account		438,896.55	-	438,896.55
Farm input Mechanisation a/c		468,000.00	-	468,000.00
TOTAL		**3,575,946.55**	**-**	**3,575,946.55**

17. ACCOUNTS PAYABLE

	2017/2018	2016/2017
	Kshs	Kshs
Inter-transfers Payables		152,310,311
Retentions Payables	264,661,320	111,999,912
Total	**264,661,320**	**264,310,223**

Retention relates to amounts paid in respect of contractors and suppliers to cater for any would be defects in builder's works on projects.

18. FUND BALANCE BROUGHT FORWARD

	2017/2018	2016/2017
	Kshs	Kshs
Bank accounts	1,428,848,394	2,135,109,847
Sugar Revolving fund	153,492,128	-
Cash in hand	-	-
Accounts Receivables	24,557,260	25,222,082
Accounts Payables	(264,310,223)	(61,770,807)
Total	**1,342,587,560**	**2,098,561,122**

[Provide short appropriate explanations as necessary]

19. PRIOR YEAR ADJUSTMENTS

	2017/2018	2016/2017
	Kshs	Kshs
Adjustments on bank account balances	5,792,397	263,054,150
Adjustments on cash in hand	-	-
Adjustments on payables	-	-
Adjustments on receivables	-	-
Others (*specify*)	-	-
Total	**5,792,397**	**263,054,150**

The prior year adjustments of Ksh 5,792,397 relates to farm inputs bank account balances which were expensed in previous year on disbursements and now capitalised in the current year.

4.10. OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017 – 2018	2016–2017
	KShs	KShs
Construction of buildings	176,211,580.66	127,301,577.16
Construction of civil works	99,449,533.14	264,453,182.00
Supply of goods	103,938,289.95	231,454,347.78
Supply of services	211,460,972.19	176,212,837.16
Purchase of Land	2,890,000.00	-
TOTAL	**593,950,375.94**	**799,421,944.10**

2. PENDING STAFF PAYABLES (See Annex 2)

	2017 – 2018	2016–2017
	KShs	KShs
Senior management		
Middle management		
Unionisable employees		
Others (*specify*)		
TOTAL		

3. OTHER PENDING PAYABLES (See Annex 3)

	2017 – 2018	2016–2017
	KShs	KShs
Amounts due to National Government entities		
Amounts due to County Government entities		
Amounts due to third parties		
Others (*specify*)		
TOTAL		

(Provide explanations for the prior year adjustments made, their nature and effect on the fund balance of the County)

4. 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

	2017 – 2018	2016 – 2017
	Kshs	Kshs
Key Management Compensation(Governors, CEC Members and C.Os)	-	-
Transfers to related parties		
Transfer to the County Assembly	893,516,738.00	899,913,088.00
Transfers to other County Government Entities	-	-
Transfers to Development Projects	-	-
Transfers to non-reportingentities e.g schools and welfare	-	-
Transfers to County Water Service Providers	-	-
Expenses paid on behalf of County Water Service Providers	87,000,000.00	-
Total Transfers to related parties	**980,516,738.00**	**899,913,088.00**
Transfers from related parties		
Transfers from the Exchequer	9,935,800,000.00	9,612,093,313.00
Transfers From Danida	39,865,919.00	11,750,000.00
Transfers from Ministry of Health –Level 5 Hospital	427,283,238.00	406,936,416.00
World Bank THUSCP	50,000,000.00	-
Ministry of Transport -Road maintenance Fuel Levy	379,552,257.00	147,689,748.00
Ministry of Education Youth Polytechnics	28,060,821.00	
Ministry of Health-User fees foregone	38,617,148.00	38,617,148.00
Ministry of Health-free maternal Health Care Allocation		205,550,000.00
Ministry of Health-Doctors Allowance		184,989,000.00
KDSP	59,311,725.00	-
Total Transfers from related parties	**10,958,491,109.00**	**10,607,625,625.00**

5. ESTABLISHMENT OF OTHER COUNTY GOVERNMENT ENTITIES

The PFM Act, 2012 section 182 enables the County Government to establish and resolve 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	Location	Accounting Officer responsible
Kakamega Dairy Development Corporation		Kakamega Town Sahajanand building	Mr. George Onunga
Directorate of Alcoholic Drinks Control		Kakamega Town Sahajanand building	Mr.Gabriel Kinayia
Trade Loan Fund		Kakamega Town Sahajanand building	M/s Ebby Khavai

5. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	**Issue / Observations from Auditor**	**Management comments**	**Focal Point person to resolve the issue *(Name and designation)***	**Status: *(Resolved / Not Resolved)***	**Timeframe: *(Put a date when you expect the issue to be resolved)***

Auditors Recommendations to management have not been communicated through the signed Auditor General Certificate as at the date of submission of this report.

Guidance Notes:

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

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

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

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

CEC, County Treasury

Sign……..

Date.....

ANNEXES

ANNEX 1 – ANALYSIS OF TRANSFERS FROM THE EXCHEQUER

Period	Equitable Share	DANIDA	Level 5 hospitals allocation	Total Transfers from the National Treasury
Exchequer Releases for quarter 1	383,600,000.00	-	-	383,600,000.00
Exchequer Releases for quarter 2	2,984,402,053.00	-	-	2,984,402,053.00
Exchequer Releases for quarter 3	1,999,559,082.50	-	-	1,999,559,082.50
Exchequer Releases for quarter 4	4,568,238,864.50	39,865,919.00	427,283,238.00	5,035,388,021.50
Total	**9,935,800,000.00**	**39,865,919.00**	**427,283,238.00**	**10,402,949,157.00**

ANNEX 2–ANALYSIS OF PENDING ACCOUNTS PAYABLE

PAYEE	DETAILS	Ksh.
Construction of buildings		
Boybridge investment ltd	Renovation of vet lab	3,970,320.40
Interlink suppliers ltd	Construction of shirere market	4,476,804.16
Kelani limited	Construction of boda boda sheds	2,750,980.60
Alindos gen. Contractors ltd	Construction of modern public tiolet in mumias	1,020,326.00
Western cross express co. Ltd	Renovation of social hall	6,471,582.00
Thelmax contractors ltd	Renovation of butere police houses	4,670,206.00
Sammonga building contractors	Renovation of police office	2,885,511.00
Lakeways commercial agencies	Renovation of kakamega town offices	1,986,494.00
Elle enterprises	Construction of 5no. Pit latrines	2,694,130.00
Sammonga building contractors	Construction of pit latrines	2,292,478.00
Deltah county cleaners	Partitioning of cec office	2,919,135.00
M'big ltd	Rehabilitation and expansion of kch-lot 1 certificate no 6	11,265,619.00
Widole contractors	Construction of the opd block at chepkombe dispensary cet. No 3	1,606,824.00
Crje ltd	Construction-kctrh-cert no 22	89,575,964.00
Thelmax contractors limited	Construction of ikolomani sub county office	8,262,535.00
Lafey construction limited	Construction of county head quarters	3,153,815.50
High octane engineering	3th payment construction of bukura market	2,498,732.00
Superior product africa	Construction of malinya modern market 1 st payment certificate	9,596,471.00
Wesba enviro ltd	Construction of navakholo ecdc centre	843,088.00
Benchi enterprises	Construction of office block	1,269,437.00
Rudami enterprises	Construction of car park bukhungu stadium	12,001,128.00
Total		176,211,580.66

CONSTRUCTION OF CIVIL WORKS

Mowels global enterprise	Perimeter fancing-retention	270,008.10
Renja holdings ltd	Cons. Of nadunda water project	1,382,885.32
Mahavir transporters & contractors ltd	Construction of sabatia bus park	12,000,000.00
Lakeways commercial agencies	Landscaping	9,125,604.00
Tsalwa gen. Contractors	Restoration of guard rails	1,653,000.00
Deltah county cleaners	Landscaping in mumias	1,836,425.00
Jabros enterprises	Refurbishment of houses in mudiri	2,423,831.00
Westleinc dali ventures	Fencing of housing offices	745,758.00
Skypower	Networking of gis lab	2,300,000.00
Mowls global enterpri	Retention fees	188,606.72
Roadmaster construction	Completion of 10km lugari	31,367,763.00
Thelmax const.ltd	Construction of hill school logma rd	21,907,668.00
Matracon enterprises	Supply of fine quarry dust	871,450.00
Matracon enterprises	Hire of road equipments	522,000.00
Open yard developers(k) ltd	Construction of lumakanda bridge	10,788,464.00
Tida company ltd	Flushing & test pumping of mulwanda mkt borehole	180,000.00
Bilma general contractors	Installation of litter bins	1,498,050.00
Boybridge investment ltd	Erection of directional signs	388,020.00
Total		99,449,533.14

SUPPLY OF GOODS

Arm cement	Top dressing fertilizer	27,447,238.00
Makan limited	Supply of wooden pallets	460,000.00
Blackkhawk investments ltd	Supply of laptops (ig sacco	989,999.00
Elyphasras g.b co ltd	Supply of equipment	650,000.00
Tea research institute	Supply of tea seedlings	4,000,000.00
Labedcash marine enterprises	Suuply of fishing gears	409,500.00
Esri eastern africa	Supply & installation of g.i.s	7,089,200.80
Esri eastern africa	Supply of g.i.s server	583,422.00
Faram e.a limited	Blood donation chair and motor	2,150,000.00
Crown healthcare	Supply of hospital beds	2,064,000.00
Helland ltd	Supply of brochures and other promotional material	218,892.00
Milken enterprises ltd	Supply & delivery of tools & equipment	2,065,500.00
Sabema international	Supply delivery and installation of generator	5,803,934.00
Rockmax	Supply of food stuff for charitable children institutions	1,657,980.00
Shivan contractors	Supply of food stuff for vrc	704,500.00
Safaricom limited	Samsung s9 plus	189,998.00
Jolof enterprises	Supply of stationery	497,350.00
Total kenya ltd	Supply of fuel	340,000.00
Intercom investments	Supply of computers	162,186.00
Kakamega county water	Water bill	4,740.00
Safaricom limited	Sumsung tabulet a10"	37,999.00
Tusker mattresses	Sanitary materials	69,763.00
Seal honey ltd	Office furniture	564,789.00
Kakamega county water	Water bill- lurambi	7,160.00
Kakamega county water	Water bill- butere	3,250.00
Safaricom limited	Airtime	257,250.00
Safaricom limited	Airtime	257,250.00
Kingsway tyres ltd	Supply of tyres	161,499.99

Tusker mattresses	Catering items	600,520.00
Kingsway tyres ltd	Supply of tyres	161,500.00
Annasharo company ltd	Supply of uniform	327,000.00
Vickiat electronics	Supply of show items	152,950.00
Ricma investments	Supply of toners	288,800.00
Hadassah ltd	Supply of protection gear	228,000.00
Total kenya ltd	Fuel	623,700.00
Safaricom limited	Airtime	110,000.00
Lake victoria north water services	Water bill	12,000.00
Livetech business solutions	Supply of stationery	150,600.00
Kingsway tyres ltd	Supply of tyres	171,692.92
Kingsway tyres ltd	Supply of tyres	171,692.32
Kingsway tyres ltd	Supply of tyres	171,692.92
Jolof enterprises	Supply of computers	444,000.00
Stella covenant	Supply of stationaries	38,200.00
Stella covenant	Supply of stationaries	85,400.00
Mochamo agencies	Supply of stationaries	141,705.00
Safaricom limited	Airtime	109,600.00
Wickysha investment	Supply of stationaries21/01/2018	249,000.00
Stella covenant	Supply of tonners	39,200.00
Safaricom limited	Supply of ipad & phone	192,998.00
Car & general	Supply of brush cutter	65,000.00
Lenox general supplies	Supply computers	310,000.00
Lyeve enterprises ltd	Supply of office equipments	410,000.00
Hadassah	Supply of stationery	268,200.00
Aquilla holdings ltd	Supply of stationery	117,629.00
Lenox general supplies	Supply of computers	310,000.00
Mfi document solution	Supply of tonners	46,400.00
Mfi document solution	Supply on photocopier	307,600.00

Jasab stationery centre	Supply of tonners	168,350.00
Absolute works co. Ltd	Supply of uniforms	173,000.00
Absolute works co. Ltd	Supply of uniforms	200,000.00
Mfi document solution	Supply of kyocera tonner	139,200.00
Kemsa	Supply of medical drugs and non pharm-cgh	6,704,100.00
Kemsa	Supply of medical drugs and non pharm-cgh	5,821,500.00
Kemsa	Supply of medical drugs and non pharm-cgh	7,496,600.00
Kemsa	Supply of medical drugs and non pharm-cgh	4,698,406.00
Fean systems	G.o.s	553,500.00
Tarian ventures	Supply of office equip	450,800.00
Rasama computer supplies	Computer accessories	33,000.00
Hartlane pharmaceuticals ltd	Lab reagents	390,300.00
Elegance technology ltd	Supply and delivery of teardrop banners	136,000.00
Safaricom ltd	Purcchase of phone	46,999.00
Mfi document solutions	Supply and delivery of kyocera	139,200.00
Branding design ltd	Business cards and complimentary notebooks	82,500.00
Mfi document solutions	Purchase and delivery of ecosystemprinter black and white copy scan	69,600.00
Lenox general suppliers	Laptops core 8gbram 1 tb hard disk	399,200.00
Lenox general suppliers	Laptops	199,600.00
County holdings	Stationery - liason	61,400.00
Worf technology	Smart ups	130,000.00
Shijoni enterprises	Supply of stationery	311,485.00
Julika automobiles	Supply of fuel	30,000.00
Amini agencies	Supply of tonner tk 630s	96,000.00
Kakamega ict investment ltd	Supply of stationery	307,370.00
Kakamega ict	Supply ofmadaraka day speech cards	816,300.00
Kakamega ict	Supply of stationery	203,500.00
Kingway tyres	Supply of tyres for 37cg 028a	167,384.00
Kingway tyres	Supply of tyres	232,923.00

Philip k maiy0	Supply of sodas and water during madaraka day	350,600.00
Fean system ltd	Supply of stationery	239,725.00
Syntax agencies	Supply of computers	788,600.00
Bellarose investment	Clothing and uniforms	97,000.00
Total kenya	Fuel	120,000.00
Safaricom ltd	Airtime	224,550.00
Safaricom ltd	Supply of ipads	189,988.00
Worf technology co ltd.	Supply of lap tops	180,000.00
M/s tronic communications ltd	Supply of office equipments	581,100.00
Lenacha & sons building contractors	Supply of furniture & stationery	498,720.00
M/s tronic communications ltd	Supply of computers & dispenser	453,580.00
M/s tronic communications ltd	Computers & other accessories	1,283,150.00
Balynn company limited	Supply & delivery of stationery	530,762.00
Bilma general contractors	Supply & delivery of tree seedlings	385,000.00
Safaricom house	Supply of i pads & smart phones	189,998.00
Hamalasa enterprises	Supply & delivery of t-shirts	480,000.00
React branding enterprises	Supply of t-shirts and banners	846,000.00
Wickysha	Supply and delivery of stationerry	429,620.00
Splushy	Supply of stationery	180,000.00
Safaricom	Supply of ipad fo cec	84,999.00
Mfi ducuments	Supply of toners	139,200.00
Lenacha & sbc	Supply of office furniture	255,000.00
Total		**103,938,289.95**

SUPPLY OF SERVICES

Bukura atc-kcams meeting	Catering facilities	197,000.00
M.korongo & co. Adv	Legal services	555,000.00
Namatsi & co adv	Legal services	464,400.00
Idal	Spartial plan of mumias town	22,676,761.00
Osango & co .adv	Legal services	526,075.00
K.mberia	Legal services	504,000.00
Phoebe munihu	Legal services	551,000.00
Osango & co .adv	Legal services	700,150.00
Pluton ict company ltd	Networking of kakamega town offices	1,412,280.00
Tunai tours & travels	Demolition of illegal structures	590,000.00
Pambu electricals contractors	Removal of non-approved kiosks	380,000.00
Jolof enterprises	Demolition of illegal structures	560,000.00
Planet distributors ltd	Demolition of illegal structures	530,000.00
Melwood properties	Development control at nzoia market	967,556.00
Plano consultancy	Consultance services rehabilitation and expansion of kcgh	4,308,409.00
Dama services	Consultance services-kctrh-cert no 16	10,000,000.00
Dama services	Consultance services-kctrh-cert no 21	10,000,000.00
Dama services	Consultance services-kctrh-cert no 22	10,000,000.00
Dama services	Consultance services-kctrh-cert no 23	10,000,000.00
Dama services	Consultance services-kctrh-cert no 24	10,000,000.00
Kenya power	Construction of doctors staff houses	23,082,297.00
Afridigitel systems ltd	Digitization of cgh	3,675,000.00
Pinecone hotel	Conference facility-development of staff plan workshop	2,357,500.00
Miss tourism kenya	2018 county delegates training ,coordination and facilitation fee	232,000.00
Osango advocates	Legal fees	584,075.00
Kenya power	Power supply	170,466.00
Namatsi &co advocates	Legal fees	124,275.00

K mberia & partners advoca	Legal fees	519,000.00
Namatsi & advocates	Legal fees	365,400.00
Khakafe women enterprises	Catering services	606,300.00
Maximum driving school	2nd and final payment for training of bodaboda rider in the county	1,050,000.00
Royal media services	Broadcasting services during cecafa tournament	928,000.00
Kenya Music and Cultural festivals	Registration fee for teams that participated in the music festivals	660,000.00
The standard media	Advertisement for the 2nd phase of bukhungu	127,600.00
Nation media	Advertisement for recruitment of county service men and women	128,412.00
Sybl	Erp	51,291,333.31
Makumi agencies ltd	M/v repair gka690h	122,000.00
Julika automobiles	M/v repair gka205d	63,000.00
Agricultural society of kenya	County participation fee at ask	150,000.00
Westfield motors	M/v repair gka690h	22,773.00
Jabbbria motors	M/v repair gk 579 s	95,000.00
Al-sam motors	M/v repair gk b918j	135,140.00
Kenya farmers agencies	Kakamega ask show	88,000.00
Kenya power & lighting co	Electricity bill	33,407.00
Tusker mattresses	Kakamega ask show	143,080.00
Kenya power & lighting co	Electricity bill	20,699.00
Postal corporation	Postal bill	16,586.00
Kenya power & lighting co	Electricity bill	4,185.00
Africa commercial motor	M/v repair gk 393r	26,000.00
Franc salama enterprise	Rental house	120,000.00
Jabbria motors	M-cycle kbz 274d	30,000.00
Jabbria motors	M/v repair gk a970m	16,000.00
Madison insurance	Insurance cover 13 vehicles	113,006.00
Kakamega ict	Printing of pamphlets	150,000.00
Jabbria motors	M/v repair gk a970m	169,000.00
Double shasa	Printing of implementation guides	40,000.00

Ats travel	Travel cost	18,900.00
Kenya power & lighting co	Electricity bill-lurambi	16,406.00
Kenya power & lighting co	Electricity bill-shinyalu	16,399.00
Kenya power & lighting co	Electricity bill-khwisero	16,399.00
Kenya power & lighting co	Electricity bill-butere	16,399.00
Kenya power & lighting co	Electricity bill-matungu	16,399.00
Kenya power & lighting co	Electricity bill-navakholo	16,399.00
Kenya power & lighting co	Electricity bill-malava	16,399.00
Kenya power & lighting co	Electricity bill-likuyani	16,399.00
Kenya power & lighting co	Electricity bill-matete	16,392.00
Kenya power & lighting co	Electricity bill-matete	37,000.00
Green without borders	Agribusiness expo	15,000.00
Sailo gaurage and apairs	M/v repair gk. 524s	119,800.00
Hotel ebenezer	Catering facilities	6,600.00
Kakamoni holdings	Catering services	28,000.00
MFI document solutions	Renewal services	34,800.00
Pine cone	Catering	105,000.00
Rasama computer solutions	Printer repair & Service	22,700.00
Rasama computer solutions	Printer repair & service	26,500.00
African touch safaris	Air ticketing	262,500.00
Safaricom limited	Installation of wfi	162,400.00
African touch safaris	Flight services	62,000.00
African touch safaris	Flight services	78,129.00
African touch safaris	Flight services	23,870.00
Diamond rock	Supply of lunch	13,650.00
African touch safaris	Airticketing	39,100.00
Nation media	Advertisement services07/03/2018	452,400.00
Diamond rock	Supply of breakfast	29,700.00
Diamond rock	Supply of lunch	13,650.00

Diamond rock	Catering services	65,000.00
Stella covenant	Repair of computer	23,800.00
Standard media group	Advertisment	448,630.00
Jabria motors	Repair of vehicle	237,000.00
African touch safaris	Airticketing	57,100.00
African touch safaris	Airticketing	94,800.00
Pricewaterhouse Coopers	Consultancy services	1,272,082.00
Misigo motors garage	Repair of vehicle	29,000.00
Sunset hotel	Catering services	158,000.00
Golf hotel	Accommodation services	99,000.00
Diamond rock resort	Catering	90,000.00
Diamond rock resort	Catering	60,000.00
Golf hotel kakamega	Catering	100,000.00
Golf hotel kakamega	Catering	37,500.00
Julika automobiles	Vehicle maintenance	353,100.00
Nation media group ltd	Advert awareness	73,080.00
Cardioscope medical supplies	Generator maintenance	305,822.00
Uphill engineering services	Routine generator service	73,741.00
Makumi agencies	M/vehicle maitenance	215,500.00
Bhogals autoworld	M/vehicle maitenance kbv 219 r	70,219.00
Three and four barrels	Catering	161,000.00
Diamond rock resort	Catering	26,500.00
Stellah caterers	Catering	60,000.00
Kenya redcross	Ambulance	6,573,990.99
Kenya redcross	Ambulance	6,502,525.00
Broad land and automobiles	Repairs of m/v no gk053f	96,200.00
Viscot international ltd	Production services 4th devolution conference	400,000.00
Korongo & co advocates	Legal fees	398,000.00
Golf hotel ltd	Catering services	114,350.00

African touch safaris	Payment for airticket services	25,900.00
Kakameg ict	4th devolution conference support	500,000.00
Dt dobie	Motor vehicle maintainance	91,615.00
Nabcos ltd	Catering services	70,500.00
Roddys eco cover	Provision of lunches	100,000.00
Council of governors	Intergovernmental contribution support 3rd quarter jan-march 2018	2,500,000.00
Telkom kenya	Internet of kotecha	556,800.00
Pinecone hotel ltd	Workshop to draft service delivery charter	75,000.00
Wileun enterprises ltd	Printing and branding executive visitors and banners	57,000.00
Bhogals autoworld	Service for motorvehicle 37cg013a	79,001.80
Bhogals autoworld	Replacement of gearbox for kbu 901t	409,248.00
Dt dobie	Service for 037f	118,991.90
Westfield motors ltd	Service for 37cg0054	109,172.00
Cmc motors ltd	Service for 37cg015a	91,447.10
Ats travel ltd	Air tickets for liason	8,500.00
Ats travel ltd	Airtickets for ict	45,900.00
Ats travel ltd	Airtickets for ict	24,800.00
Ats travel ltd	Airtickets for ict	29,900.00
Ats travel ltd	Airtickets for governor	44,000.00
Ats travel ltd	Airtickets for planning	10,200.00
Ats travel ltd	Airtickets for governor	63,500.00
Ats travel ltd	Airtickets for deputy governor	44,600.00
Ats travel ltd	Airtickets for planning	33,000.00
Ats travel ltd	Airtickets for governor	94,600.00
Ats travel ltd	Airtickets for joshua	27,800.00
Ats travel ltd	Airtickets for cs	25,000.00
Ats travel ltd	Airtickets for cs	8,800.00
The standard group ltd	Advertisement for county digital platform and connectivity	675,120.00
The standard group ltd	Live transmission	1,200,000.00

University of nairobi	Tuition fees for kevin marango	315,000.00
Golf hotel	Provision of catering services	440,000.00
Up hill engineering services	Servising of county generator	50,808.00
Kakamega county water and sanitation co.	Water bill for the month of may 2018	289,707.10
Postal corporation of kenya	Postal charges for may 2018	26,960.00
Rentakil initial	Provision of washroom services	221,345.40
M/s westfield motors limited	Service of county vehicle 37cg068a	27,106.00
Ps department ofhousing	June 2018 deductions	212,770.00
Ps department ofhousing	May deductions	322,850.00
Kakamoni holdings	Provision of catering services	21,000.00
Golf hotel	Provision of conference facilities	80,000.00
Makumi agencies	Service of county vehicle 37cg029a	155,450.00
Cmc motors group ltd	Service of county vehicle 37cg 031a	147,641.00
Mfi document	Renewal service charge for kyocere mono machine	33,500.00
Kakamoni holdings	Catering services	25,200.00
Kakamoni holdings	Catering services	42,000.00
Kakamoni holdings	Catering services	22,050.00
Branding design	Branding at the entrance	29,500.00
African touch safaris	Airtickrting services	17,200.00
African touch safaris	Airtickrting services	48,000.00
African touch safaris	Airtickrting services	36,200.00
African touch safaris	Airtickrting services	13,000.00
African touch safaris	Airtickrting services	53,100.00
African touch safaris	Airtickrting services	23,500.00
Patrick mutebi	Rent for shinoyi shikomari ward office	48,480.00
Blessed essie	Supply of chairs and tents during mashujaa day	125,000.00
Liswan enterprises	Supply of sodas and water during mashujaa day	112,000.00
Double cs agency ltd	Electrical installation at matiha ward office	206,816.40
Jabbria motors	Normal service	30,500.00

Kenya power	Electricity bill for matunda market	18,074.76
Cmc motors group	Service of vehicle kby 662c	16,244.00
Kenya power	Paymeny for electricity bills for various markets	261,404.20
Pinecone hotel	Conference services	180,000.00
Golf hotel	Conference services	19,000.00
Cmc motors group	Service of vehicle	52,000.00
Jabbria motors	Servive of vehicle 37cg057a	35,550.00
Cmc motors group	Service of vehicle	43,120.00
African touch safaris	Airticket services	84,300.00
African touch safaris	Airticket services	22,800.00
Jabbria motors	Service of vehicle 37cg081a	33,850.00
Grand royal swiss hotel	Conference services	195,000.00
Makumi agencies	Major service for gka591t	241,500.00
African touch safaris	Provision of air ticket	24,700.00
Nabcos co.ltd	Catering	90,000.00
Cic general insurance ltd	Insurance	7,534.00
Cyelda motor services	Repair of m/v reg kbl 519w	305,700.00
Safaricom ltd	Supply of airtime	221,550.00
Diamond resort	Cattering	15,000.00
African touch safaris	Air tickets	47,600.00
Diamond resort	Cattering	88,000.00
Diamond resort	Cattering	15,000.00
African touch	Air tickets	45,900.00
African touch	Air tickets	19,800.00
Cic genal insurance ltd	Supply of insurance cover	20,130.00
Cic group	Payment for insurance services	234,794.00
Cic group	Payment for insurance services	30,296.00
Cic group	Payment for insurance services	495,876.00
African touch safaris	Payment for airticketing services	237,450.00

African touch safaris	Payment for airticketing services	35,500.00
African touch safaris	Payment for airticketing services	52,700.00
African touch safaris	Payment for airticketing services	28,200.00
African touch safaris	Payment for airticketing services	38,900.00
African touch safaris	Payment for airticketing services	41,600.00
African touch safaris	Payment for airticketing services	25,800.00
African touch safaris	Payment for airticketing services	25,800.00
African touch safaris	Payment for airticketing services	39,700.00
African touch safaris	Payment for airticketing services	35,700.00
African touch safaris	Payment for airticketing services	35,700.00
African touch safaris	Payment for airticketing services	56,600.00
African touch safaris	Payment for airticketing services	12,800.00
African touch safaris	Payment for airticketing services	33,700.00
African touch safaris	Payment for airticketing services	24,900.00
African touch safaris	Payment for airticketing services	19,700.00
African touch safaris	Payment for airticketing services	19,900.00
African touch safaris	Payment for airticketing services	55,800.00
African touch safaris	Payment for airticketing services	10,000.00
African touch safaris	Payment for airticketing services	10,000.00
The standard group	Advertising service	473,200.00
Pinecone hotel	Catering services	120,000.00
Golf hotel	Catering services	30,000.00
Golf hotel	Catering services	81,000.00
Golf hotel	Catering services	37,500.00
Sunset hotel limited	Catering services	85,000.00
Kakamega automobile ltd	Servicing & repair of vehicles	22,100.00
Kakamega automobile ltd	Servicing & repair of vehicles	29,800.00
African touch safaris ltd	Flight services	37,800.00
African touch safaris ltd	Flight services	42,600.00

Elegant hotel	Catering services	144,000.00
Bhogals autoworld	Repair & maintenance of vehicles	714,975.00
Tabasamu hotel	Catering services	105,900.00
Golf hotel	Catering services	71,800.00
Branding design	Installation of banners	60,000.00
Nabcos co. Limited	Catering services	522,580.00
Ask	Participation fee	75,400.00
Bestway millenium	Motor vehicle repair	24,000.00
Snack stop	Catering service during staff meeting	27,000.00
Snack stop	Catering service during staff meeting	30,000.00
African touch safaris	Air ticket services	69,000.00
African touch safaris	Air ticket services	57,800.00
Golf hotel	Catering services during labour day	113,000.00
Golf hotel	Accommodation for caf officials	30,600.00
Golf hotel	Accommodation for afc official	58,500.00
Royal flew hotel	Accommodation to afc during official launch of bukhungu	177,000.00
Siaya guest house	Accommodation afc players	694,000.00
Milimani resort	Accommodation afc players	116,000.00
Makumi agencies	Service of kaw 204z	197,500.00
Shamfic enterprises	Catering services during the day of the african child	100,000.00
Pinecone hotel	Conference package during review of pfm act	82,500.00
Pinecone hotel	Conference package	160,000.00
Nabcos co. Ltd	Catering services for the ist lady	101,000.00
Radio mamdo	Advertisement during openning of bukhungu	90,000.00
Kingsway tyres ltd	Supply of tyres for kaw204z	146,769.23
Tom mboya labour college	Conference package during labour laws meeting	253,000.00
Total		211,460,972.19

PURCHASE OF LAND

Romulus imbandu	Purchase of land mung'ang'a	2,890,000.00
Total		2,890,000.00
Grand Total		593,950,375.94

ANNEX 3–ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017/2018	Outstanding Balance 2016/2017	Comments
		A	B	c	d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (*specify*)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

ANNEX 4–ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017/2018	Outstanding Balance 2016/2017	Comments
		a	B	c	d=a-c		
Amounts due to National Govt Entities							
1.							
2.							
3.							
Sub-Total							
Amounts due to County Govt Entities							
4.							
5.							
6.							
Sub-Total							
Amounts due to Third Parties							
7.							
8.							
9.							
Sub-Total							
Others (*specify*)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

ANNEX 5 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KShs) 2016/2017	Additions during the year (KShs)	Disposals during the year (KShs)	Historical Cost c/f (KShs) 2017/2018
Land	17,622,980.00	-	--	17,622,980.00
Buildings and structures	2,077,469,993.52	1,098,216,750.40	-	3,175,686,743.92
Transport equipment	58,761,381.20	27,030,600.00	-	85,791,981.20
Office equipment, furniture and fittings	11,822,019.54	15,474,500.00	-	27,296,519.54
ICT Equipment, Software and Other ICT Assets	18,166,182.30	8,072,501.05	-	26,238,683.35
Other Machinery and Equipment	10,530,734.00	13,440,075.00	-	23,970,809.00
Heritage and cultural assets				
Intangible assets				
Total	**2,194,373,290.56**	**1,162,234,426.45**	-	**3,356,607,717.01**

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Government. Additions during the year should tie to note 17on acquisition of assets during the year.

ANNEX 6 – 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	**127,243,000**	**237,242,996**	**359,629,692**	**169,401,050**	**893,516,738**	**893,516,738**	**-**	**Reconciled**
2	Kakamega County Water Company	**-**	**-**	**-**	**87,000,000**	**87,000,000**	**87,000,000**	**-**	**Reconciled**
3	Kakamega Dairy Development Corporation	**-**	**-**	**--**	**21,463,800**	**21,463,800**	**21,463,800**	**-**	**Reconciled**
9	**Total**	**127,243,000**	**237,242,996**	**359,629,692**	**277,864,850**	**1,001,980,538**	**1,001,980,538**	**-**	**Reconcilled**

Director of Finance
County Executive

Director of Finance
County Assembly/fund/project

(NB: This appendix must be agreed and signed by the issuing and receiving party)

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)