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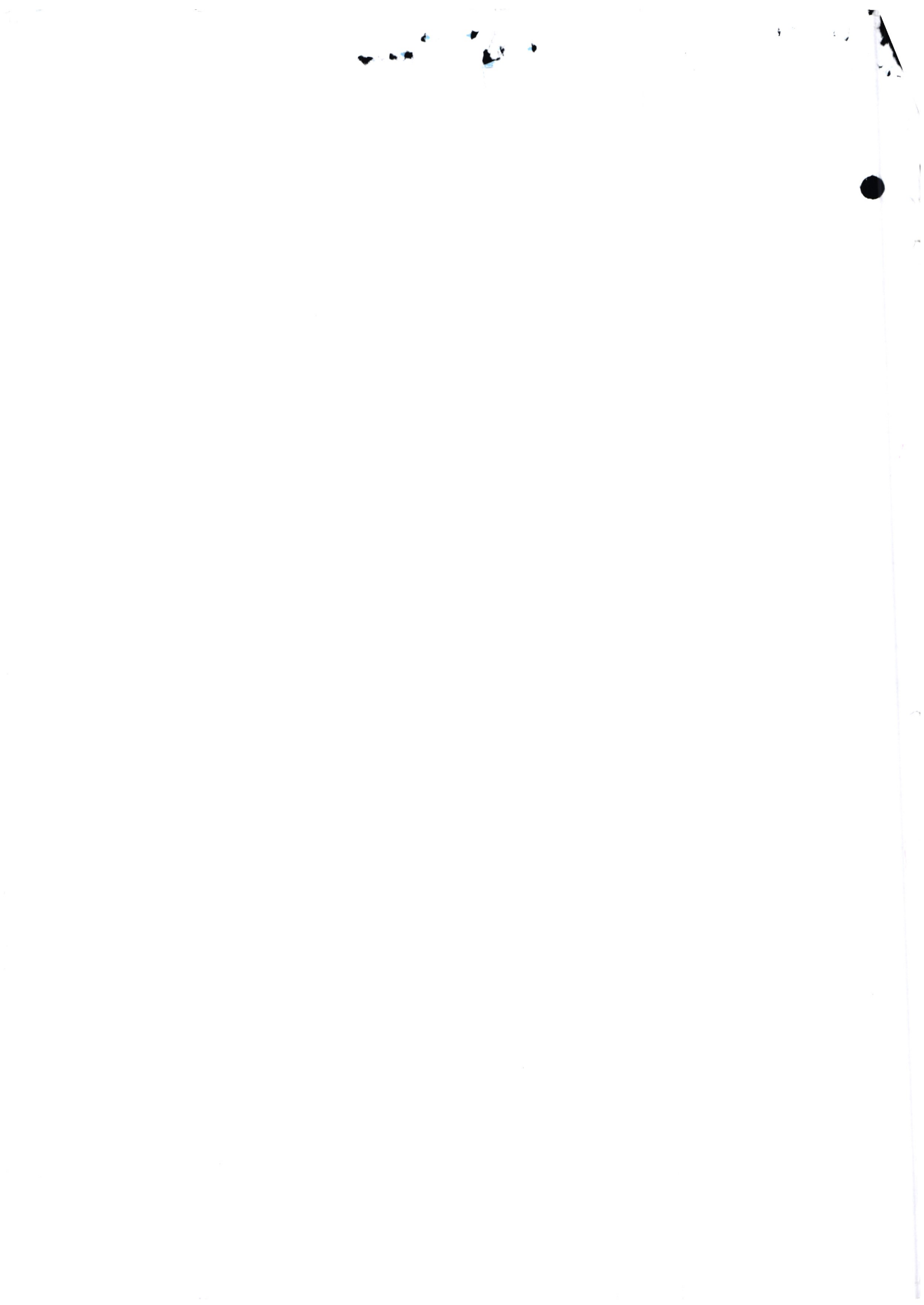
THE AUDITOR-GENERAL

ON

PAPERS LAID	
DATE	19/10/2022.
TABLED BY	SEN. MAJORITY WHIP.
COMMITTEE	_____
CLERK AT THE TABLE	A. MACHARIA

COUNTY ASSEMBLY OF TURKANA

FOR THE YEAR ENDED
30 JUNE, 2021





OFFICE OF THE AUDITOR-GENERAL
NORTH RIFT REGIONAL OFFICE

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P O Box 2774-30100, ELDORET

TURKANA COUNTY ASSEMBLY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2021

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

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

TABLE OF CONTENTS

TABLE OF CONTENTS	i
1. KEY ENTITY INFORMATION AND MANAGEMENT	ii
KEY ENTITY INFORMATION AND MANAGEMENT (CONTINUED).....	iv
2. FORWARD BY THE CLERK OF THE ASSEMBLY	vi
3. STATEMENT OF PERFORMANCE AGAINST COUNTY ASSEMBLY PREDETRMINED OBJECTIVES	viii
4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTINGx	
5. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	xii
6. REPORT OF THE AUDITOR GENERAL	xiv
7. FINANCIAL STATEMENTS	1
7.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 TH JUNE 2021 1	
7.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30 TH JUNE 2021 ... 2	
7.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 TH JUNE 2021	3
7.4. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT COMBINED	4
7.5. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT.....	5
7.6. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT.....	6
7.7. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES	7
7.8. SIGNIFICANT ACCOUNTING POLICIES	8
7.9. NOTES TO THE FINANCIAL STATEMENTS	16
8. PROGRESS ON FOLLOW ON PRIOR YEAR AUDITOR'S RECOMMENDATIONS	34
ANNEXES.....	39
ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE	39
ANNEX 2 – ANALYSIS OF PENDING STAFF PAYABLES	41
ANNEX 3 – ANALYSIS OF OTHER PENDING PAYABLES.....	42
ANNEX 4 – SUMMARY OF NON-CURRENT ASSET REGISTER.....	43
ANNEX 5 – ANALYSIS OF ACCOUNTS RECIVABLES	44
ANNEX 6: CONTINGENT LIABILITIES REGISTER.....	45
ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT	46

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

1. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The County Assembly is constituted as per the constitution of Kenya. The Speaker, who is responsible with the policies and strategic direction of the institution, heads it. The County Assembly constitutes 30 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards and another 17 nominated members representing interested parties and organizations. The MCAs are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive

(b) Key Management

The County Assembly day-to-day management is under the following key organs:

No.	Designation	Name
1.	Speaker of the County Assembly	Rt.Hon.Erastus Ekitela Lokaale
2.	Clerk of the County Assembly	Mr.Linus Lokawa Miinyan
3	Deputy Clerk County Assembly	Mr. John Komol Ekonit
3.	Director Finance and shared services	CPA Columbus Lokwei Epetet
4.	Director Legislative services	Mr. Patrick Tioko Engori
5	Director ICT/Hansard,Library and PR/Media	Mr.Pius Kayu Eiton
6	County Assembly Service Board Member	Mr.Patrick Imana Esukuku
7	County Assembly Service Board Member	Mr.Stephen Edukon
8	County Assembly Service Board Member	Fr. Rev Linus Ekai
9	County Assembly Service Board Member	Ms Jane Nashida Apetet

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

(c) Fiduciary Management

The key management personnel who held office during the year ended 30 June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	Accounting Officer- Clerk	Mr.Linus Lokawa Miinyan
2.	Deputy Clerk	-Mr.John Komol Ekonit
3.	Director Finance and shared services	-CPA Columbus Lokwei Epetet
4.	Principal Finance officer	-Mr.Timothy Ekidor Ekal

KEY ENTITY INFORMATION AND MANAGEMENT (CONTINUED)

(d) Fiduciary Oversight Arrangements

Audit Committee - The main functions are

- Support the Executive Management, Accounting Officers, Boards, and Board Chairs by monitoring and reviewing the risk, control and governance processes that have been established in the entity pursuant to Board policies.

Committee on Finance, Planning Trade and ICT

- The Committee play a critical role in ensuring that funds are ring-fenced through processing of critical legislations for operationalization of all funds in the County.
- Oversight on the County Funds ie Turkana County Biashara Fund, Cooperative Enterprise Development Fund and Youth and Women Empowerment Fund
- Scrutiny of the County Department of Finance expenditure reports & Emergency Funds reports

Committee on Public Accounts and Investment

- Scrutiny of the Auditor General reports & Other Emergency Funds reports.
- Request to appear/summons to County officials on the expenditure of funds on various County projects
- Field visits on various County Projects funded by County exchequers and Any Emergency Funds (Project verification)

County Budget and Appropriation Committee

- Investigate, inquire into and report on all matters related to coordination, control and monitoring of the county budget
- Discuss and review the estimates and make recommendations to the county assembly
- Examine the county budget policy statement presented to the County Assembly
- Examine Bills related to the county Government budget, including Appropriation Bills

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

(e) Entity Headquarters

P.O. Box 25, 30500
County Assembly Building
Lodwar, KENYA

(f) Entity Contacts

E-mail: turkanaassembly.go.ke
Website: www.turkanaassembly.go.ke

(g) Entity Bankers

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

Kenya Commercial Bank
P O Box 150, 30500
Lodwar, Kenya

Co-operative Bank Kenya Limited
P.O. Box 366, 30500
Lodwar, Kenya

(h) Independent Auditor

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

(i) Principal Legal Adviser

The County Attorney
Turkana County Government
P.O. Box 11-30500
Lodwar, Kenya

2. FORWARD BY THE CLERK OF THE ASSEMBLY

2.1 Budget performance

In the financial year 2020/2021, The County Assembly of Turkana approved a budget of Kshs. 1,224,991,707 against the actual performance of 1, 145,564,758 utilization rate of 86%. In addition, the County Assembly approved one supplementary budget. All this in response to the payment of pending bills and containment of COVID 19 pandemic.

2.2 Operational Performance

The County Assembly of Turkana is established by the Constitution under Article 176 with a mandate to have legislative power of the County. The roles of the County Assembly include:

- Vet and approve nominees for appointment to County Public Offices as may be provided for in The County Government Act or any other law;
- Carry out county legislation in accordance with Art. 185 of the Constitution;
- Approve the budget and expenditure of the County Government in accordance with
- Article 207 of the Constitution, and the legislation contemplated in Article 220(2) of the Constitution, guided by Articles 201 and 203 of the Constitution;
- Approve the borrowing by the County Government in accordance with Article 212 of the Constitution;
- Approve the County Development Planning;
- Perform any other role as may be set out under the Constitution or legislation.

During the year under review, the County Assembly passed sixteen laws and two regulations. Of note is that the County Assembly passed the Turkana County Youth and Women Empowerment Bill 2020, Turkana County Fund Law (Miscellaneous Amendment) Bill 2019, Turkana County Biashara Fund (Amendment) Act 2020, Turkana Cooperative Enterprise Development Fund (Amendment) Act 2020 and Public Finance Management Act 2012 (COVID 19 Emergency Response Fund) Regulation 2020. The importance of these bills was to provide a framework to facilitate the disbursement of funds unlock opportunities SMEs.

It is important to note that the youth and women are the vulnerable and disadvantages groups all over Kenya and more so in Turkana county. The Youth and Women empowerment bill therefore

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

was designed to provide seed capital to women and Youth micro and small enterprises in order to alleviate poverty and promote social development. The bill also was meant to promote self-reliance of the Women and Youth in the County.

The main objective of Biashara Fund is to provide capital to the already existing businesses. The bill aimed to facilitate improvement of business development and self-reliance by boosting the growth of micro entrepreneurs in the county.

Turkana Cooperative Fund was to finance and promote socio economic welfare of cooperative societies. Provide affordable and accessible credit to cooperative societies and revive cooperative societies to accelerate economic development.

Due the growing threat of the fast spread of the corona virus in the country, the COVID 19 Emergency Response Fund bill was established to mobilise resources for Emergency towards

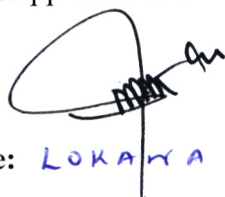
2.3 Performance of key development projects

There was significant progress in the development projects with most projects, which includes the new assembly building and the ward offices nearing completion. In general, the Assembly performed exemplary based on the budget allocation for this financial

2.4 Challenges and Recommended Way Forward

The spread of corona virus also affect the normal operations of the county assembly. To overcome these challenge, the assembly relocated its sittings to more spacious grounds, made use of technology such as zoom to conduct meetings and also social media platforms such as WhatsApp and Facebook.

Sign:



Name: **LOKANA KIRUS NINYAN**

Clerk of the County Assembly

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

**3. STATEMENT OF PERFORMANCE AGAINST COUNTY ASSEMBLY
 PREDETERMINED OBJECTIVES**

Guidance

Introduction

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each County Government entity Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board. This should include a statement of the county government entity's performance against predetermined objectives.

The key mandate of the County Assembly of Turkana County Assembly is legislation, oversight, and representation. To achieve this, the assembly's program was document in terms of objective, key performance indicators, and output.

Below were the expected outputs of the assembly in FY 2020/2021

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly CAT Passed 16 Laws and 2 Regulations during the year in Review	In FY 20/21 MCA's were trained on DIALS (Declaration of Income Assets and Liabilities) by EACC. Clerk Assistants were trained on parliamentary procedures. Women Caucus trained on women Empowerment, Human rights & Developing motion & statements
	Enhanced professional development of MCAs – Review standing	Review standing orders	% increase in efficient Assembly	County Assembly of Turkana standing orders

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

	orders		operation	were reviewed and resulted to Members being conversant with the critical operating procedures of the County Assembly. The committees of the County Assembly were also reshuffled to improve efficiency
Program 2 General Administration, Planning and Support Services	To Create Enabling Environment and Enhance Institutional Efficiency	Timely Legislation of Laws Competent Personnel in handling Legislative Services	% Technical support to Legislation services	Establishment and operationalization of various County Assembly technical offices. Establishment of Assembly website, Email portal and intercom land line phones and internet services. Staff Trained on Legislative Skills and knowledge on Financial management

4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Turkana County Assembly exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on three pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

1. Employee welfare

The County Assembly Service Board has been using the County human resource manual and the schemes of services developed as per public service commission guidelines. The County Assembly has exposed some of the staff to refresher and on job trainings to improve skills and competence. CASB has a scheme of rewarding best performance through issuance of letters of appreciation and award of trophies to best performing departments.

The County Assembly is in the process of developing occupational and safety policy, however the county assembly is in compliance with MOH national framework on health safety.

2. Market place practices-

The suppliers are competitively sourced and invitations are made in national newspapers with wider circulation.

The County Assembly has embraced e-procurement platform, where all the suppliers are registered and given fair opportunity to compete.

Once the suppliers have been delivered the payment process commences through IFMIS, which ensures that suppliers are paid on time and government taxes are withheld and remitted.

In order to avoid related party transaction, The County Assembly advises its Members, staff and their close associates to disclose and register any incidents of conflict of interest.

3. Community Engagements-

Due to the growing threat of the fast spread of the corona virus in the country, Turkana County Assembly did supplementary budget to raise funds to purchase essential supplies like Soaps, Hand Washing Tanks, Sanitizers and Masks for public hospitals and social groups like churches, Community based organizations, women groups, and government departments among others.

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Turkana County Assembly Supported women and girls in acquisition of Sanitary towels through partnership with sister to sister Initiative.

Public participations of legal and policy frameworks are consistently held to collect views of the public where they are systematically received and considered in the development of legislations. This is done through social media platforms and live local radio coverage.

4. Others

The Institution also ensures that the county is a drug free zone and fewer drops out of schools by youth through speakers' Educational Outreach programme and radio talk shows organized by Women Caucus.

The schools and other institutions regularly visit the Assembly (Reverse outreach).

Speakers outreach programme to learning institutions initiated to reach out to learners in various institutions.

5. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Sections 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer of a County Government Entity to prepare financial statements in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended June 30, 2021. 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 Assembly; (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 Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2021, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

which they were intended and were properly accounted for. Further the Clerk confirms that the County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

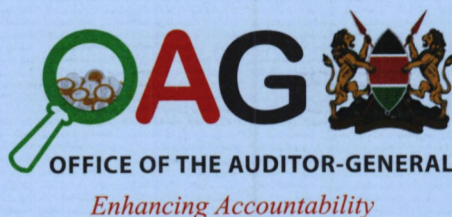
Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 24/ 11 / 2021.



Name: Lokawa Linus Miinyan
Clerk of the County Assembly

REPUBLIC OF KENYA



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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke

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

REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF TURKANA FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Assembly of Turkana set out on pages 1 to 38, which comprise of the statement of financial assets and liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows, statement of comparison of budget and actual amounts – recurrent and development

Report of the Auditor-General on County Assembly of Turkana for the year ended 30 June, 2021

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 assets and liabilities of the County Assembly of Turkana as at 30 June, 2021 and of its receipts and payments and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act, 2012 and of the County Governments Act, 2012.

Basis for Qualified Opinion

1. Variances Between the Financial Statements and the IFMIS Figures

Analysis of the expenditure records on use of goods and services for the year under review revealed variances between IFMIS schedules and the financial statements totalling to Kshs.153,725,698 as detailed below:

Item-Details	Financial Statements (Kshs.)	IFMIS Schedules (Kshs.)	Variances (Kshs.)
Utilities, supplies and services	2,216,917	1,036,814	1,180,103
Communication, supplies and services	4,996,850	51,062,960	(46,066,110)
Domestic travel and subsistence	164,951,348	49,574,147	115,377,201
Foreign travel and subsistence	-	-	-
Printing, advertising and Information supplies and services	4,658,761	-	4,658,761
Rentals of produced assets	1,330,000	-	1,330,000
Training Expenses	1,740,000	-	1,740,000
Hospitality supplies and services	16,348,764	-	16,348,764
Insurance costs	34,984,016	33,802,182	1,181,834
Specialized materials and services	1,192,392	-	1,192,392
Office and general supplies and services	18,258,238	30,000	18,228,238
Fuel, oil and Lubricants	7,499,871	277,684	7,222,187
Other operating expenses	21,525,541	2,000,000	19,525,541
Routine maintenance-vehicles and other transport equipment	6,649,586	56,405	6,593,181
Routine maintenance- Other assets	5,435,906	222,300	5,213,606
Total	291,788,190	138,062,492	153,725,698

No satisfactory explanations or reconciliations have been provided for the above variances.

Consequently, the accuracy and completeness of the respective balances relating to use of goods and services could not be confirmed.

2. Unsupported Bank Balances

As disclosed in Note 13A to the financial statements, the statement of financial assets and liabilities reflects a bank balance of Kshs.32,823,521 as at 30 June, 2021, held in four bank accounts operated and maintained by the County Assembly.

However, the IFMIS bank reconciliation statements as at 30 June, 2021 for the four bank accounts were not attached as annexures to the financial statements contrary to the guidelines issued by the Public Sector Accounting Standards Board and communicated vide The National Treasury Circular No. AG. 4/16/3 Vol.1(9) of 24 June, 2020.

In the circumstances, the accuracy and completeness of the bank balance of Kshs.32,823,521 as at 30 June, 2021 could not be confirmed.

3. Assets Management

Annex 4 to the financial statements on summary of non-current assets register reflects a carried forward historical cost balance of Kshs.1,373,737,828 which includes land, buildings and structures, and transport equipment valued at Kshs.28,000,000, Kshs.623,858,876 and Kshs.76,689,551 respectively. However, title deeds, logbooks and other ownership documents were not provided for audit review.

Consequently, the ownership and completeness of the non-current assets balance of Kshs.1,373,737,828 as at 30 June, 2021 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the County Assembly of Turkana Management 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 our professional judgment, are of most significance in the audit of the financial statements of the current year. There were no key audit matters to report in the year under review.

Other Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects a final expenditure budget of Kshs.1,406,574,821 and actual expenditure of Kshs.1,211,989,371 resulting to an under-expenditure of Kshs.194,585,450 or 14%.

The under-expenditure is an indication that some planned activities and projects were not implemented which may have affected delivery of services to the residents of Turkana County.

2. Pending Bills

According to Annex 1 to the financial statements, the County Assembly had pending bills amounting to Kshs.26,115,914 as at 30 June, 2021. However, the schedule lacked information on the date the suppliers/ contractors were contracted, while the ageing analysis of pending bills was not provided for audit verification.

Consequently, the Management is in breach of the Treasury Circular No 10/2020 of 16 June, 2020 Ref DGIPE/A/80 which required Accounting Officers to ensure pending bills are treated as a first charge 2020/2021 financial year approved budget.

3. Implementation of Projects

3.1 Lack of a Project Status Report

A project implementation status report for the year under audit was not provided for audit review. It was not, therefore, possible to confirm how many projects were to be implemented by the County Assembly, nor how many were completed, ongoing or the stalled projects.

3.2 Projects Verification

As disclosed in Note 10 of the financial statements, the statement of receipts and payments for the year ended 30 June, 2021 reflects acquisition of assets amounting to Kshs.163,919,475 which includes Kshs.158,007,732 relating to construction of buildings. A physical verification on the construction of the County Assembly chambers and cafeteria project at Kanamkemer/Takwel ward revealed that the project had not been completed and was still on-going. Payments made during the year amounted to Kshs.26,646,141.

Delay in timely implementation of projects could have denied the residents of Turkana County services or benefits accruing from completed projects.

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 else 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. Failure to Submit Accounts of the County Assembly Services Board

The management did not prepare and submit the financial statements of the County Assembly Services Board to the office of the Auditor General contrary to Section 32(1) and 32(2) (a) of The County Assembly Services Act, 2017.

Consequently, Management was in breach of the law.

2. Over Expenditure on Wage Bill

The statement of receipts and payments reflects an expenditure of Kshs.539,417,527 in compensation of employees which represents 44% of the total receipts of Kshs.1,219,159,744. This is contrary to the provisions of Regulation 25(i)(a) of the Public Finance Management (County Governments) Regulations, 2015 which provides that the expenditure on wages and benefits should not exceed 35% of the total revenue.

Consequently, Management was in breach of the law.

3. Employment of Persons with Disabilities

During the year under review the County Assembly of Turkana had one hundred and twenty-six (126) employees out of which only 2% were persons with disabilities. This was contrary to Section 12(1) of the County Assembly Human Resource Manual, 2018 which states that the County Government shall promote equality of opportunity in employment and will not discriminate directly or indirectly against an employee on the ground of race, color, sex, language, religion, disability, pregnancy, mental status, and in respect of recruitment, training, promotion, terms and conditions of employment or any matters arising out of employment.

Consequently, Management was in breach of the law.

4. Overpayment of Mileage Allowances to the Nominated Members

During the year under review, seventeen (17) nominated Members of County Assembly of Turkana were paid mileage allowances in arrears amounting to Kshs.20,788,458, computed from 6 September, 2017 to 19 May, 2021. This is contrary to the advisory of the Salaries and Remuneration Commission (SRC) communicated through circular Ref.CAT/SRC/Vol.4 (01-2020) dated 23 October, 2020 which authorized mileage allowances to be paid from 21 August, 2019 with no arrears or backdating.

Consequently, Management was in breach of the law.

5. Non - Compliance to the Law on Ethnicity

Review of the payroll for the year ended 30 June, 2021 revealed that the County Assembly had a staff establishment of one hundred and twenty-six (126) employees, out of which one hundred and twenty (120) or 95% of the total number were members from the dominant ethnic community. Further, review of records indicated that during the year

under review, the County Assembly Service Board recruited nine (9) new officers on contract all of whom were from the same ethnic community. This is contrary to Section 7(1) and (2) of the National Cohesion and Integrity Act, 2008 which states that all public officers shall seek to represent the diversity of the people of Kenya in employment of staff and that no public institution shall have more than one third of its staff establishment from the same ethnic community.

Consequently, the Management was in breach of the law.

6. Account Receivables – Long Overdue Imprests

The statement of financial assets and liabilities reflects account receivables – outstanding imprests balance of Kshs.6,750,500 as at 30 June, 2021 disclosed in Note 14 to the financial statements. Available information revealed the balances includes an amount of Kshs.6,750,500 held by various officers which ought to have been surrendered by 30 June, 2021 contrary to Regulation 93(5) of the Public Finance Management (County Governments) Regulations, 2015 which stipulates that a holder of a temporary imprest shall account or surrender the imprest within seven working days after returning to duty station.

Consequently, Management was in breach of the law.

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 else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of an Independent Internal Audit Function

During the year under review, the internal audit department was reporting both functionally and administratively to the accounting officer as there was no audit committee in place.

This is contrary to Regulation 155(1) Public Finance Management (County Governments) Regulation 2015 which provides that the head of internal audit unit in a county government

entity shall enjoy operational independence through the reporting structure by reporting administratively to the Accounting Officer and functionally to the audit committee.

2. Lack of an IT Steering Committee

The County Assembly did not have an IT steering committee which is important in performing the oversight function and formulation of policies to ensure that IT department functions properly to assist in achievement of organizational objectives in an economic, efficient and effective way. In addition, the County Assembly did not have periodic IT reports which are supposed to assess the status of implementation of IT systems and suggest corrective measures.

Consequently, the information technology governance may be overlooked as part of the County Assembly' overall governance.

3. Lack of Risk Management Policy

As previously reported, the Management of County Assembly of Turkana did not have a risk management policy in place during the year ended 30 June, 2021 contrary to Regulation 158(1) of the Public Finance Management (County Governments) Regulations, 2015.

The regulation requires each county government entity to develop risk management strategies and a system of risk management to enable the county identify and develop appropriate risk strategies in order to improve on effective and efficient management of public resources.

4. Failure to Tag Fixed Assets

Annex 4- summary of fixed asset register shows that the County Assembly had assets with a historical cost balance of Kshs.1,373,737,828 as at 30 June, 2021. The assets have been classified under land, buildings and structures, transport equipment, office equipment, furniture and fittings and ICT equipment.

However, as previously reported, the County Assembly Management has not tagged/branded its assets as required under Regulation 132(1) of the Public Finance Management (County Governments) Regulations, 2015. The regulation states that, "the Accounting Officer of a county government entity shall take full responsibility and ensure that proper control systems exist for assets and that (a) preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse; (b) movement and conditions of assets can be tracked; and (c) stock levels are at an optimum and economical level."

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 International 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 governance.

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

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

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 financial reporting process, reviewing the effectiveness of how the entity 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 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 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 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 Assembly'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 Assembly to cease 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 Assembly 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

29 June, 2022

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7. FINANCIAL STATEMENTS

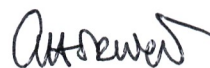
7.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

		2020-2021	2019-2020
	Note	KShs	KShs
RECEIPTS			
Transfers from the County Treasury/Exchequer Releases	1	1,145,564,758	916,163,635
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	73,594,986	214,015,559
TOTAL RECEIPTS		1,219,159,744	1,130,179,194
PAYMENTS			
Compensation of Employees	4	539,417,527	537,579,799
Use of goods and services	5	291,788,193	339,622,339
Subsidies	6	-	-
Transfers to Other Government Entities	7	216,857,000	-
Other grants and transfers	8	-	-
Social Security Benefits	9	-	-
Acquisition of Assets	10	163,919,476	142,812,925
Finance Costs	11	7,175	1,853,133
Other Payments	12	-	118,728,835
TOTAL PAYMENTS		1,211,989,621	1,140,597,031
SURPLUS/DEFICIT		7,170,373	-10,417,837

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 24 / 11 /2021 and signed by:



Lokawa Linus Miinyan
Clerk of the Assembly




CPA Columbus Lokwei Epetet
Director Finance & Shared Services
ICPAK Member Number: 14749


TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30TH JUNE
2021

		2020-2021	2019-2020
FINANCIAL ASSETS	Note	KShs	KShs
Cash and Cash Equivalents			
Bank Balances	13A	32,823,521	12,463,785
Cash Balances	13B	-	-
Total Cash and cash equivalents		32,823,521	12,463,785
Accounts receivables	14	6,750,500	26,234,741
TOTAL FINANCIAL ASSETS		39,574,021	38,698,526
FINANCIAL LIABILITIES			
Accounts Payables	15	32,822,694	39,117,572
NET FINANCIAL ASSETS		6,751,327	(419,046)
REPRESENTED BY			
Fund balance b/fwd	16	(419,046)	9,998,791
Prior year adjustment	17	-	
Surplus/(Deficit) for the year		7,170,373	(10,417,837)
NET FINANCIAL POSITION		6,751,327	(419,046)

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 24 / 11 /2021 and signed by:


 Lokawa Linus Miinyan
 Clerk of the Assembly



 CPA Columbus Lokwei Epetet
 Director Finance & Shared Services
 ICPAK Member Number: 14749

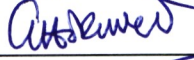
TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020-2021 KShs	2019-2020 KShs
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	1,145,564,758	916,163,635
Other Receipts	3	73,594,986	214,015,559
Payments for operating expenses			
Compensation of Employees	4	(539,417,527)	(537,579,799)
Use of goods and services	5	(291,788,193)	(339,622,339)
Subsidies	6	-	-
Transfers to Other Government Entities	7	(216,857,000)	-
Other grants and transfers	8	-	-
Social Security Benefits	9	-	-
Finance Costs	11	(7,175)	(1,853,133)
Other Payments	12	-	(118,728,835)
Adjusted for:			
Prior year adjustment	17		
Decrease/(Increase) in Accounts receivable:	18	-	-
Increase/(Decrease) in Accounts Payable:	19		
Net cash flows from operating activities		171,089,849	132,395,088
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	
Acquisition of Assets	10	(163,919,476)	(142,812,925)
Net cash flows from investing activities		(163,919,476)	(142,812,925)
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalent at BEGINNING of the year	13	(419,046)	9,998,790
Cash and cash equivalent at END of the year	13	6,751,327	(419,046)

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 24/11/2021 and signed by:


 Lokawa Linus Miinyan
 Clerk of the Assembly


 CPA Columbus Lokwei Epetet
 Director Finance & Shared Services
 ICPAK Member Number: 14749

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021


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

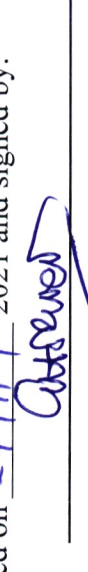
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on	% Utilization difference
	KShs	KShs	c=a+b	Comparable Basis e=d-c	
RECEIPTS					
Transfers from the County Treasury/Exchequer Releases	1,224,991,707	108,457,000	1,333,448,707	1,145,564,758	86%
Cash and cash Equivalents Brought forward	-	(419,047)	(419,047)	(419,047)	100%
Other Receipts	-	73,594,986	73,594,986	73,594,986	100%
TOTAL	1,224,991,707	181,632,939	1,406,624,646	1,218,740,697	100%
PAYMENTS					
Compensation of Employees	573,427,693	-	573,427,693	539,417,527	94%
Use of goods and services	193,764,699	73,594,986	267,359,685	291,788,193	109%
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	108,457,789	108,400,000	216,857,789	216,857,000	99%
Other grants and transfers	-	-	-	-	-
Social Security Benefits	-	-	-	-	-
Acquisition of Assets	349,341,526	(419,047)	348,922,479	163,919,477	47%
Finance Costs	-	-	7,175	7,175	100%
Other Payments	-	-	-	-	-
TOTAL	1,224,991,707	181,575,939	1,406,574,821	1,211,989,371	86%
SURPLUS/ DEFICIT		57,000	49,825	6,751,327	

(a) Transfer from County Treasury/Exchequer Releases, the underutilization was due to late exchequer releases to county assembly.

(b) Acquisition of Assets, the underutilization was due to funds budgeted for Administration block and Construction of Ward offices were never requested.

The entity financial statements were approved on 24/11/2021 and signed by:


Lokawa Linus Miinyan
 Clerk of the Assembly


CPA Columbus Lokwei Epetet
 Director Finance & Shared Services
 ICPAK Member Number: 14749

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

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

Receipt/Expense Item	Original Budget A	Adjustments B	Final Budget c=a+b	Actual on Comparable Basis e=d-c	% Utilisation difference
RECEIPTS					
Transfers from the County Treasury/ Exchequer	875,650,181	108,400,000	984,050,181	981,645,282	100%
Releases					
Proceeds from Sale of Assets	-	(419,047)	(419,047)	(419,047)	100%
Other Receipts	-	73,594,986	73,594,986	73,594,986	100%
TOTAL	875,650,181	181,575,939	1,057,226,120	1,054,821,221	100%
PAYMENTS					
Compensation of Employees	573,427,693	-	573,427,693	539,417,527	94%
Use of goods and services	193,764,699	73,594,986	267,359,685	291,788,193	109%
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	108,457,789	108,400,000	216,857,789	216,857,000	99%
Other grants and transfers	-	-	-	-	-
Social Security Benefits	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-
Finance Costs	-	-	7,175	7,175	100%
Other Payments	-	-	-	-	-
TOTAL	875,650,181	181,994,986	1,057,652,342	1,048,069,895	98%
Surplus/ Deficit					
	-	-419,046	-426,222	6,751,327	

The entity financial statements were approved on 24/11/2021 and signed by:

CPA

Lokawa Linus Miinyan
Clerk of the Assembly


CPA Columbus Lokwei Epetet
Director Finance & Shared Services
ICPAK Member Number: 14749

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

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

Receipt/Expense Item	Original Budget KShs	Adjustments KShs	Final Budget e=a+b	Actual on Comparable Basis e=d-c	% Utilization difference KShs
RECEIPTS					
Transfers from the County Treasury/ Exchequer	349,341,526	-	349,341,526	163,919,477	47%
Releases					
Proceeds from Sale of Assets	-	-	-	-	-
Other Receipts	-	-	-	-	-
TOTAL	349,341,526	-	349,341,526	163,919,477	47%
PAYMENTS					
Compensation of Employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Subsidies	-	-	-	-	-
Transfers to Other Government Entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social Security Benefits	-	-	-	-	-
Acquisition of Assets	349,341,526	-	349,341,526	163,919,477	47%
Finance Costs	-	-	-	-	-
Other Payments	-	-	-	-	-
TOTAL	-	-	-	-	-
SURPLUS/ DEFICIT	349,341,526	-	349,341,526	163,919,477	47%

The entity financial statements were approved on 24/11/2021 and signed by:


Lokawa Linus Miinyan
Clerk of the Assembly


CPA Columbus Lokwei Epetet
Director Finance & Shared Services
ICPAK Member Number: 14749

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.7. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget KShs	Adjustments KShs	Final Budget KShs	Actual on comparable basis KShs	Budget utilization difference KShs
PROGRAMME 1: General Administration and Support Services			941,669,292	941,669,292	100%
SP 1.1 Finance and Shared Services	941,669,292	-	6,800,000	6,800,000	100%
SP 1.2 Hansard, Research and Information Services	6,800,000	-	8,700,000	8,700,000	100%
SP1.3 County Assembly Service Board	8,700,000	-	941,669,292	941,669,292	100%
SP1.4 County Assembly Infrastructure Development	208,807,608		161,829,366	46,978,242	78%
PROGRAMME 2: Legislative services			-	-	-
SP 2.1: Legislatives Services	7,900,000	-	7,900,000	7,900,000	100%
SP 2.2: Office of the Speaker	15,614,807	-	15,614,807	15,614,807	100%
PROGRAMME 3: OVERSIGHT			-	-	-
SP 3.1 Committee Services	35,000,000		35,000,000	35,000,000	100%

7.8. 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 statement of assets and liabilities, although not a requirement of the IPSAS Cash Standard, has been included to disclose information on receivables and payables.

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 Turkana County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

i) Transfers from the Exchequer/ County Treasury

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 receiving entity.

ii) Other Receipts

Other receipts relate to receipts such as tender fees among others. These are recognised in the financial statements when the associated cash is received.

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.

i) Compensation of employees

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

ii) 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

iii) 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 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 Assembly 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 assembly 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. Third Party Payments

This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program, a donor may pay directly for construction of a given market etc. Details of payments by third parties on behalf of the county government is detailed in the notes to this financial statement.

6. 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.

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

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 2021, this amounted to KShs 32,822,694 compared to KShs 39,117,572 in prior period as indicated on note 15. *There were no other restrictions on cash during the year.*

7. 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

8. 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.

9. 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.

10. 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 Assembly 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

11. Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:
 - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Annex 6 of this financial statement is a register of the contingent liabilities in the year.

Section 185 (2) (i) of the PFM Act requires the County Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans.

12. Contingent Assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

13. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The county assembly budget was approved as required by Law. The original budget was approved by the County Assembly on 25th June 2020 for the period 1st July 2020 to 30 June 2021 as required by law. There was one number of supplementary budgets passed in the year. The supplementary budgets were approved on 30th March 2021. A high-level assessment of the Turkana County Assembly actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

14. Comparative figures

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

15. Subsequent events

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

16. 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.

17. 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.

7.9. NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from the County Treasury/Exchequer Releases

	2020-2021	2019-2020
	KShs	KShs
Transfers from the County Treasury for Q1	238,663,933	355,826,421
Transfers from the County Treasury for Q2	353,557,909	172,732,440
Transfers from the County Treasury for Q3	360,148,382	222,354,384
Transfers from the County Treasury for Q4	193,194,534	165,250,390
Cumulative Amount	1,145,564,758	916,163,635

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	KShs	KShs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Total	-	-

3. OTHER RECEIPTS

	2020-2021	2019-2020
	KShs	KShs
Tender fees received	-	-
Other Receipts II	-	-
Other Receipts III-Salary paid by Turkana County Executive on behalf of Turkana County Assembly(March-June 2020 Salary)	-	168,017,004
Other Receipts IV-Borrowings(Car Loan and Mortgage)	73,594,986	45,998,555
Total	73,594,986	214,015,559

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS

4. COMPENSATION OF EMPLOYEES

	2020 - 2021	2019 - 2020
	KShs	KShs
Basic salaries of permanent employees	110,231,594	109,231,594
Basic wages of temporary employees	56,072,728	56,065,000
Personal allowances paid as part of salary	296,139,393	295,789,393
Personal allowances paid as reimbursements	26,360,807	26,210,807
Personal allowances provided in kind	245,000	225,000
Employer Contribution to compulsory National Social Schemes	10,063,192	9,813,192
Employer Contribution to Compulsory National health Insurance Schemes	317,400	287,400
Pension and other social security contributions	4,997,600	4,997,600
Social benefit schemes outside government		
Other personnel payments	34,989,813	34,959,813
Total	539,417,527	537,579,799

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. USE OF GOODS AND SERVICES

	2020 - 2021	2019 - 2020
	KShs	KShs
Utilities, supplies and services	2,216,917	4,752,866
Communication, supplies and services	4,996,850	3,985,750
Domestic travel and subsistence	164,951,348	222,506,069
Foreign travel and subsistence		-
Printing, advertising and information supplies & services	4,658,761	6,823,803
Rentals of produced assets	1,330,000	566,586
Training expenses	1,740,000	2,982,095
Hospitality supplies and services	16,348,764	13,066,153
Insurance costs	34,984,016	36,063,043
Specialized materials and services	1,192,392	-
Office and general supplies and services	18,258,238	11,612,284
Fuel, oil and lubricants	7,499,871	6,784,390
Other operating expenses	21,525,541	21,064,526
Routine maintenance – vehicles and other transport equipment	6,649,586	5,560,297
Routine maintenance – other assets	5,435,906	3,854,476
Total	291,788,193	339,622,339

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. SUBSIDIES

Description	2020-2021	2019-2020
	KShs	KShs
Subsidies to County Corporations		
<i>See list attached</i>	-	-
(insert name)	-	-
Subsidies to Private Enterprises		
<i>See list attached</i>	-	-
(insert name)	-	-
TOTAL	-	-

7. TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	KShs	KShs
Transfers to National Government entities	-	-
Transfers to other County Assembly entities	-	-
Transfer to Turkana County Assembly Car and Mortgage Fund	216,857,000	-
TOTAL	216,857,000	-

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. OTHER GRANTS AND TRANSFERS

	2020-2021	2019-2020
	KShs	KShs
Scholarships and other educational benefits	-	-
Membership Fees and Dues and Subscriptions to Organizations	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	-	-

9. SOCIAL SECURITY BENEFITS

	2020 - 2021	2019 - 2020
	KShs	KShs
Government pension and retirement benefits	-	-
Social security benefits	-	-
Employer Social Benefits	-	-
Total	-	-

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10. ACQUISITION OF ASSETS

<u>Non- Financial Assets</u>	2020 - 2021	2019 - 2020
	KShs	KShs
Purchase of Buildings	-	-
Construction of Buildings	158,007,732	127,245,894
Refurbishment of Buildings	-	-
Construction of Roads	-	-
Construction and Civil Works	-	-
Overhaul and Refurbishment of Construction and Civil Works	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Purchase of Certified Seeds, Breeding Stock and Live Animals	-	-
Research, Studies, Project Preparation, Design & Supervision	-	-
Rehabilitation of Civil Works	-	-
Purchase of ICT Equipment	5,911,743	7,781,992
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	7,785,039
Total acquisition of non- financial assets	163,919,475	142,812,925
<u>Financial Assets</u>		
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions	-	-
Total acquisition of financial assets	-	-
Total acquisition of assets	163,919,475	142,812,925

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. FINANCE COSTS

	2020 - 2021	2019 - 2020
	KShs	KShs
Bank Charges	7,175	1,853,133
Interest Payments on Foreign Borrowings	-	-
Interest Payments on Guaranteed Debt Taken over by Govt	-	-
Interest on Domestic Borrowings (Non-Govt)	-	-
Interest on Borrowings from Other Government Units	-	-
Total	7,175	1,853,133

12. OTHER PAYMENTS

	2020 - 2021	2019 - 2020
	KShs	KShs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Capital Transfers to Non-Financial Public Enterprises	-	-
Capital Transfer to Public Financial Institutions and Enterprises	-	-
Capital Transfers to Private Non-Financial Enterprises	-	-
Deductions by KRA	-	118,728,835
Total	-	118,728,835

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. CASH AND BANK BALANCES

13A. BANK BALANCES

Name of Bank, Account Name & currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	2020 - 2021	2019 - 2020
			KShs	KShs
CBK-Turkana County Assembly, Kshs	1000244248	Recurrent	577	-
CBK-Turkana County Assembly, Kshs	1000244248	Development Acc	-	2,096,426
KCB – Lodwar, Kshs	1148594596	Recurrent Acc	250	-
CBK-Turkana County Assembly	1000439823	Deposits and Retentions	32,822,694	10,367,469
Total			32,823,521	12,463,785

13B. CASH IN HAND

	2020 – 2021	2019 - 2020
	KShs	KShs
Cash in Hand – Held in domestic currency	-	-
Cash in Hand – Held in foreign currency	-	-
Total	-	-

Cash in hand should be analysed as follows:

Description	2020 – 2021	2019 - 2020
	KShs	KShs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Total	-	-

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

14. ACCOUNTS RECEIVABLE

<i>Description</i>	2020 – 2021	2019 – 2020
	KShs	KShs
Government Imprests	6,750,500	26,234,741
Salary Advance	-	-
Clearance accounts	-	-
Total	6,750,500	26,234,741

<i>Breakdown of imprest and salary advance per department</i>	2020 – 2021	2019 – 2020
<i>Imprests</i>	KShs	KShs
Directorate Legislative services	4,485,000	10,954,390
Directorate of Hansard/ICT/PR Media	2,234,000	7,704,551
Directorate of Finance and shared services	31,500	7,575,800
Sub-Total	6,750,500	26,234,741
Salary advance		
Department of County Assembly	-	-
Department County Assembly	-	-
Sub-Total	-	-
Grand Total	6,750,500	26,234,741

**See Annex 5 for a detailed analysis of the outstanding imprests.*

15. ACCOUNTS PAYABLE

<i>Description</i>	2020 – 2021	2019 – 2020
	KShs	KShs
Deposits	-	-
Retentions	32,822,694	39,117,572
Total	32,822,694	39,117,572

(NB: Amount under deposits and retentions should tie to cash held in deposit account)

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. FUND BALANCE BROUGHT FORWARD

Description	2020 - 2021	2019 - 2020
	KShs	KShs
Bank accounts	32,823,521	12,463,785
Cash in hand	-	-
Accounts Receivables	6,750,500	26,234,741
Accounts Payables	(32,822,694)	(39,117,572)
Total	6,751,327	(419,046)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17. PRIOR YEAR ADJUSTMENTS

Description of the error	Balance b/f FY 2019/2020 as per audited financial statements Kshs	Adjustments during the year relating to prior periods Kshs	Adjusted ** Balance b/f FY 2019/2020 Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others	-	-	-
	-	-	-

18. CHANGES IN RECEIVABLE

Description	2020-2021 KShs	2019-2020 KShs
Opening Account Receivables as at 1 st July 2020	159,000,060	174,650,550
Closing Account Receivables as at 30 th June 2021	152,249,560	148,415,809
Change in Account Receivables	6,750,500	26,234,741

19. CHANGES IN ACCOUNTS PAYABLE

Description	2020-2021 Kshs	2019-2020 Kshs
Opening Accounts Payables as at 1 st July 2020	-	-
Closing Accounts payables as at 30 th June 2021	-	-
Change in Accounts payables	-	-

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

Description	Balance b/f FY 2019/2020 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2020/2021 Kshs
Construction of buildings	8,464,188	-	8,464,188	-
Construction of civil works	4,432,808	-	4,432,808	-
Supply of goods	28,276,480	-	2,160,566	26,115,914
Supply of services	-	-	-	-
Total	41,173,476	-	15,057,562	26,115,914

2. PENDING STAFF PAYABLES (See Annex 2)

Description	Balance b/f FY 2019/2020 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2020/2021 Kshs
Senior management	-	-	-	-
Middle management	-	-	-	-
Unionisable employees	-	-	-	-
Others	-	-	-	-
Total	-	-	-	-

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. OTHER PENDING PAYABLES (See Annex 3)

B	Balance b/f	Additions for	Paid during the	Balance c/f
Description	FY 2019/2020	the period	year	FY 2020/2021
	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-
Amounts due to third parties	-	-	-	-
Total	-	-	-	-

4. EXTERNAL ASSISTANCE

Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
External assistance received in cash	-	-
External assistance received as loans and grants	-	168,017,004
External assistance received in kind- as payment by third parties	-	-
Total	-	168,017,004

a) External assistance relating loans and grants

Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	168,017,004
Total	-	168,017,004

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	FY 2020/2021	FY 2019/2020
Description		Kshs	Kshs
Undrawn external assistance - loans		-	-
Undrawn external assistance - grants		-	-
Total		-	-

c) Classes of providers of external assistance

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
Multilateral donors	-	-
County Government	-	168,017,004
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	168,017,004

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

d. Non-monetary external assistance

Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
Goods	-	-
Services	-	-
Total	-	-

e. Purpose and use of external assistance.

PAYMENTS MADE BY THIRD PARTIES		
Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
Compensation of Employees	-	168,017,004
Use of goods and services	-	-
Subsidies	-	-
Transfers to Other Government Units	-	-
Other grants and transfers	-	-
Social Security Benefits	-	-
Acquisition of Assets	-	-
Finance Costs, including Loan Interest	-	-
Repayment of principal on Domestic and Foreign borrowing	-	-
Other Payments	-	-
TOTAL	-	168,017,004

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

f. External Assistance paid by Third Parties on behalf of the Entity by Source

Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
National government	-	-
County Government	-	168,017,004
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	168,017,004

5. PAYMENTS BY THIRD PARTY ON BEHALF OF THE COUNTY ASSEMBLY

Classification by Source

Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
National government	-	-
County Government	-	168,017,004
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	168,017,004

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Classification of payments made by Third Parties by Nature of expenses

PAYMENTS MADE BY THIRD PARTIES		
Description	FY 2020/2021	FY 2019/2020
	Kshs	Kshs
Compensation of Employees	-	168,017,004
Use of goods and services	-	-
Subsidies	-	-
Transfers to Other Government Units	-	-
Other grants and transfers	-	-
Social Security Benefits	-	-
Acquisition of Assets	-	-
Finance Costs, including Loan Interest	-	-
Other Payments	-	-
TOTAL	-	168,017,004

6. 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 Assembly:

- i) Members of County Assembly.
- ii) Key management personnel that include the Clerk of the Assembly and heads of departments.
- iii) The County Executive.
- iv) County Ministries and Departments.
- v) Other County Government entities including corporations, funds and boards.
- vi) The National Government.
- vii) Other County Governments; and
- viii) State Corporations and Semi-Autonomous Government Agencies.

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Related party transactions:

	2020-2021	2019-2020
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	120,450,060	110,597,045
Key Management Compensation (Clerk and Heads of departments)	78,600,800	87,150,210
Total Compensation to Key Management	199,050,860	197,747,255
<u>Transfers to related parties</u>		
Transfers to other County Government Entities such as car and mortgage schemes	216,857,000	-
Transfers to County Corporations	-	-
Transfers to non reporting entities e.g ECD centres, welfare centres etc	-	-
Total Transfers to related parties	216,857,000	-
<u>Transfers from related parties</u>		
Transfers from the County Executive- Exchequer	1,145,564,758	916,163,635
Payments made on behalf of the County Assembly by other Government Agencies	-	168,017,004
(Insert any other transfers received)	73,594,986	45,998,555
Total Transfers from related parties	1,219,159,744	1,130,179,194

7. Contingent Liabilities

Contingent liabilities	2020-2021	2019-2020
	Kshs	Kshs
Court case xxx against the entity	-	-
Bank guarantees in favour of subsidiary	-	-
contingent liabilities arising from PPPs	-	-
Total	-	-

(Give details- Update ANNEX 6 Contingent liabilities register)

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

8. PROGRESS ON FOLLOW UP ON PRIOR YEAR AUDITOR'S 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	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
ELD/TURCA/2018-2019-2-02-0023-00 /7	4.5 Fixed Assets	The management accepts the fact that some of the Assets are not tagged appropriately. The management will ensure tagging/branding/labelling of all county assembly assets are done as soon as possible. The management together with the Turkana County Government and IGRTC have formed a working committee to identify, record and tag the assets.	Not resolved	30.12.2021
ELD/TURCA/2018-2019-2-02-0023-00 /7	6.0 Lawfulness and Effective use of Public Resources	The management has noted this comment and will ensure that the funds borrowed are refunded immediately and	Resolved	30.6.2021

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		repayment plans for any borrowed funds will always be in place.		
ELD/TURCA/2018-2019-2-02-0023-00 /7	6.2.2 Management and Processing of Payroll	The management has taken note this and will take measures to ensure that all officers are paid through the IPPD.	Resolved	30.6.2021
ELD/TURCA/2018-2019-2-02-0023-00 /7	6.2.3 Failure to Observe One Third Staff Establishment Rule	The management has taken measure to ensure that all advertisement for the jobs is widely circulated and the minorities are given priority so as to achieve ethnic diversity. The management is determined to identify any bottlenecks such as non-responsiveness to adverts, working conditions and typical stereotypes and encourage the minorities to work with the assembly. The management believes this		

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved /Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		will be achieved progressively in the long run.		
ELD/TURCA/2018-2019-2-02-0023-00 /7	6.2.4 Irregular Staffing	<p>The document referred above by the County Assembly Forum (CAF) was not adopted by Committee on Revenue Authority (CRA) because of the higher salaries proposed. With the enactment of County Assemblies Services Act, County Assembly was given powers to propose and approve their own staff establishment and schemes of service.</p> <p>Turkana County Assembly approved both the staff establishment of 100 staff and scheme of service (attached). In</p>	Resolved	30.6.2021

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>consultation with CRA, the County Assembly is working to ensure this is realized in the next 3 years.</p> <p>Staff harmonization of salaries and remuneration has been carried out and is already completed. See appendix 5 (Scheme of service)</p>		
ELD/TURCA/2018-2019-2-02-0023-00 /7	6.2.5 Net Earnings of Less than a Third of Basic Salaries	In the cases of the deductions from negative salaries, we have noted that these were our staff whose were released in April but the system is still deducting Shs. 250 from nil salaries. This could be a technical issue which management is trying to identify and	30.12.2021	

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved /Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>address.</p> <p>The management is putting measures to ensure that no less a third of the net salaries is received by staff and members. One the measure would include but not limited to suspend the check off system with financial institutions, making staff to be aware that it is illegal to earn less than a third of your net salaries as compared to basic salaries</p>		

Clerk of the County Assembly

Sign.....

Date..... 24/11/2021

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEXES

ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
			A	B	C	d=a+b-c	
Construction of buildings							
1.Construction of MCAs offices		158,000,000	-	-	8,464,188	-	
2.Construction of New County Assembly		152,000,000	-	-	-	-	
3.Construction of New speakers residents		6,005,696	-	-	-	-	
4.Construction of Refurbished survey offices		39,000,000	-	-	-	-	
5.General repair of assembly chambers		3,888,575	-	-	-	-	
6.Accoustic works-County Assembly		2,923,200	-	-	-	-	
7.Work stations works		2,922,156	-	-	-	-	
8.Provision of Electrical		4,618,076	-	-	-	-	
9.Construction of Administration Block		128,807,608	-	-	-	-	
10.Refurbishment of Non-Residential Buildings-OLD CHAMBER		15,000,000	-	-	-	-	
Sub-Total		513,165,311	-			-	

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Supplier of Goods or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
Construction of civil works							
1.		19,999,840	4,432,808		4,432,808	-	
2.							
3.							
Sub-Total		19,999,840	4,432,808				
Supply of goods							
4. Supply of services		14,676,926	-				
5. Supply of goods		58,474,246	28,276,480	-	2,160,566	26,115,914	
6.							
Sub-Total		73,151,172	28,276,480				
Supply of services							
7.							
8.							
9.							
Sub-Total		462,508,715	41,173,476		15,057,562	26,115,914	
Grand Total							
Note: Pending bills comprise goods and services rendered and invoiced but not yet settled and does not include commitments							

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEX 2 – ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2020/2021	Outstanding Balance 2019/2020	Comments
			a	B	c=a-b		
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							

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEX 3 – ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2020/2021	Outstanding Balance 2019/2020	Comments
Amounts due to National Govt Entities			A	b	c=a-b		
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							

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 4 – SUMMARY OF NON-CURRENT ASSET REGISTER

Asset Class	Historical Cost b/f (KShs) 2019/20	Additions during the year (KShs)	Disposals during the year (KShs)	Transfers in/out	Historical Cost c/f (KShs) 2020/2021
Land	28,000,000				28,000,000
Buildings and structures	623,858,876				623,858,876
Transport equipment	76,689,551				76,689,551
Office equipment, furniture and fittings	4,170,000				4,170,000
ICT Equipment	25,018,329	5,911,743			30,930,072
Machinery and Equipment	-				
Biological assets	-				
Infrastructure Assets	-				
Heritage and cultural assets	-				
Intangible assets	7,785,039	389,459			8,174,498
Work In Progress	444,296,558	157,618,274			601,914,831
Total	1,209,818,353	163,919,476			1,373,737,828

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Assembly..

Additions during the year should tie to note 10 on acquisition of assets during the year. Ensure a complete fixed asset register is separately prepared in line with guidelines from The National Treasury.

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 5 – ANALYSIS OF ACCOUNTS RECEIVABLES

(a) Government Imprest

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i> KShs	<i>Amount Surrendered</i> KShs	<i>Balance</i> KShs
JOSEPHAT NANGOLE	1/6/2021	750,000.00		750,000.00
MARK MEKEDE	1/6/2021	850,000.00		850,000.00
ROSE LOBENYOI AJIKON	11/6/2021	576,000.00		576,000.00
ROSELINE AITE	26/11/2021	560,000.00		560,000.00
ROSELINE AITE	10/9/2020	985,000.00		985,000.00
JOSEPHAT NANGOLE	1/6/2021	490,000.00		490,000.00
LOMURIA EKARU	24/9/2020	1,050,000.00		1,050,000.00
MARK MEKEDE	4/11/2021	700,000.00		700,000.00
GLADYS MORU LONG'ORIO	22/2/2021	684,000.00		684,000.00
JANE NASHIDA	16/4/2021	100,000.00		100,000.00
Total		6,750,500		6,750,500

(b) Salary Advance

<i>Name of Officer</i>	<i>Date Advanced</i>	<i>Amount Advanced</i> KShs	<i>Amount Recovered</i> KShs	<i>Balance</i> KShs
<i>Name of Officer</i>	-	-	-	-
<i>Name of Officer</i>	-	-	-	-
Total	-	-	-	-

TURKANA COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEX 6: CONTINGENT LIABILITIES REGISTER

	Nature of contingent liability	Payable to	Currency	Estimated Amount Kshs	Expected date of payment	Remarks
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						

TURKANA COUNTY ASSEMBLY

Reports and Financial Statements

For the year ended June 30, 2021

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)

TURKANA COUNTY ASSEMBLY

Reports and Financial Statements

For the year ended June 30, 2021

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)