



COUNTY EXECUTIVE OF MIGORI

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2018

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

COUNTY EXECUTIVE OF MIGORI
Reports and Financial Statements
For the year ended June 30, 2018

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1. KEY ENTITY INFORMATION AND MANAGEMENT

a) Background information

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

b) Key Management

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

- H.E Zachary Okoth Obado; - Governor
- H. E Nelson Mahanga Mwita; - Deputy Governor.
- Mrs Scolastica Obiero; - CEC, Finance and Economic Planning
- Ms Iscar Aluoch; - CEC, Department of Health Services
- Ms Sheila Gati Mwita; - CEC, Public Service Management
- Mr. Moses Chamwada; - CEC, Department of Transport and Infrastructure
- Mr. Samson Ngariba; - CEC, Educ., Spots Culture Gender and Social Services
- Mr. Elijah Odhiambo; - Ag. CEC, Environs and Disaster Management
- Mr. Elizabet Ochaye; Ag. CEC, Trade Tourism and Industry
- Ms Elijah Odhiambo; - CEC, Lands and Physical Planning
- Mr. Valentine Ogongo; - CEC, Agriculture Livestock and Fisheries and
- Ms Rebecca Gati; CEC, Department of Water and Energy

c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2018 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	- Ms Scolastica Obiero
2.	C.O, Finance & Econ. Plan.	- Samuel Omuga
3.	Director, Finance & Econ Plan	- Paul Mwita
4.	Accountant	- Hannington Ochieng

d) Fiduciary Oversight Arrangements

The fiduciary oversight bodies at the county for the year ended 30th June 2018 were;

- *County Assembly of Migori*
- *Audit and finance committee*
- *Public Accounts committee*
- *Budget and Appropriations*

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e) County Headquarters

P.O. Box 195 – 40400
Suna Migori, KENYA

f) County Contacts

Telephone: (254) 726319450/ 736860086/ 770304976
E-mail: info@migori.go.ke
Website: www.migori.go.ke

g) County Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
Migori Branch
P.O Box 54, 40400
Migori

h) Independent Auditors

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

i) Principal Legal Adviser

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

2. FORWARD BY THE CEC FINANCE AND ECONOMIC PLANNING

It gives me pleasure to present the County Government of Migori's financial statements for the year ending 30th June 2018. The financial statements present the financial performance of the county government over the past year.

The promulgation of the constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralised system with a devolved system of governance. The devolved system of governance consists of the National Government and 47 County Governments.

Financing of the County Governments.

Article 202 of the Constitution of Kenya provides that revenue raised nationally shall be shared equitably among the National Government and the county governments. Each county government's equitable share of revenue raised nationally, is determined yearly through the County Allocation of Revenue Act (CARA). The revenue sharing formula is developed by the Commission on Revenue Allocation and approved by Parliament in accordance with article 217 of the constitution.

The county also finances its operations through own generated revenues which is collected within the county. Our key local revenue sources for Migori county included Single business permits, cesses, trade centre/market fees, approval of plans, cattle auction fees among others.

County's Financial Performance.

The county government of Migori had an approved supplementary budget of Ksh. 8,166,897,239 comprising of Ksh 2,697,056,626 as development and Ksh 5,469,840,613 as recurrent expenditure. From recurrent expenditure, county Assembly takes Ksh. 796,791,732 for its development projects, personnel emoluments and office operations.

Migori County, however, received a total of ksh 7,030,158,370 comprising of 6,462,800,000 as exchequer releases and 567,358,370 from donor funds. We managed to collect only ksh. 222,419,200 from county own revenues sources.

Performance Summary for the 2017/2018

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Particulars	Budget	Actual
Balance b/f	829,190,572	839,843,349
Equitable share	6,462,800,000	6,462,800,000
Leasing of Med. Equipment	95,744,681	138,220,725
RMFLF	248,690,316	204,454,632
User Fees Foregone	21,655,884	21,882,372
DANIDA	26,120,957	26,120,957
KDSP	-	46,330,994
NARIGP	50,000,000	50,609,855
EU Grant – Advice and Support	66,000,000	-
WB Loan – Health Facilities	40,625,000	-
Dev of Youth Polytechnics	47,015,785	47,015,785
WB Loan – Transforming HF	32,723,050	32,723,050
Locally collected Revenue	200,000,000	222,419,200
Total	8,166,897,239	8,122,442,917
Expenditure		
Personnel Emoluments	2,411,169,456	2,440,535,869
Operations and Maintenance	2,311,379,425	2,562,315,699
Acquisition of Assets	2,637,056,626	1,896,796,747
Other Transfers	807,291,732	892,399,497
Total	8,166,897,239	7,792,047,812
Surplus/Deficit	-	330,395,105

Physical Progress

The county government of Migori majorly invested on refurbishment and civil works on its existing infrastructural facilities such as opening of access roads within the county and maintenance of the existing ones that drew ksh. 1,041,940,580 out of the total development projects of ksh. 1,896,796,747. This was about 55% of the total capital projects.

We have also undertaken other projects such as construction of roads, construction and civil works, purchase of specialised plant equipment and machinery which took Ksh. 721,182,357 being 38% of the capital expenditure.

Challenges

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The untimely disbursement of funds by the National Treasury still poses a major challenge in the implementation of the county's budget. Other challenges included;

- Resistance of collecting county's own generated revenues – boda - boda operators
- Political interference
- Unrest after the country's general elections which pondered our county
- Poor revenue supervision methods applied during the year

Scolastica Obiero
CEC- Finance and Economic Planning.
County Government of Migori.

STATEMENT OF MANAGEMENT RESPONSIBILITIES

Sections 163,164 and 165 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County

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Government entity, receiver of receipts and consolidated financial statements for all County Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The County Executive Committee (CEC) member for finance of the County Government is responsible for the preparation and presentation of the County Government's financial statements, which give a true and fair view of the state of affairs of the County Government for and as at the end of the financial year ended on June 30, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Government; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Government's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the County Government's financial statements give a true and fair view of the state of the County Government's transactions during the financial year ended June 30, 2018, and of its financial position as at that date. The CEC member for finance further confirms the completeness of the accounting records maintained for the County Government which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The County Government's financial statements were approved and signed by the CEC member for finance on 24th September, 2018.

County Executive Committee Member – Finance

COUNTY EXECUTIVE OF MIGORI
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3. FINANCIAL STATEMENTS

3.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2018

		2017-2018	2016-2017
	Notes	KShs	KShs
RECEIPTS			
Exchequer releases	1	6,462,800,000	6,298,037,918
Proceeds from Domestic and Foreign Grants	2	26,120,957	20,440,000
Transfers from Other Government Entities	3	541,237,413	314,025,356
County Own Generated Receipts	4	222,419,200	350,334,347
Returned CRF Issues	5	-	-
TOTAL RECEIPTS		7,252,577,570	6,982,837,621
PAYMENTS			
Compensation of Employees	6	2,440,535,869	1,935,158,353
Use of goods and services	7	2,562,315,699	1,775,525,669
Transfers to Other Government Units	8	746,694,407	780,280,474
Other grants and transfers	9	39,043,117	213,890,738
Social Security Benefits	10	106,661,973	84,188,318
Acquisition of Assets	11	1,896,796,747	1,874,352,560
TOTAL PAYMENTS		7,792,047,812	6,663,396,112
SURPLUS/DEFICIT		(539,470,242)	319,441,509

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

The entity financial statements were approved on 24th September, 2018 and signed by:

Chief Officer
Samuel Omuga

Director Finance
Paul Mwita

Accountant
Hannington Ochieng
ICPAK Member No. 18684

COUNTY EXECUTIVE OF MIGORI
Reports and Financial Statements
For the year ended June 30, 2018

3.2. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2018

		2017-2018	2016-2017
	Notes	KShs	KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	12A	328,891,003	829,190,573
Cash Balances	12B	1,504,102	10,652,776
Total Cash and cash equivalent	14	<u>330,395,105</u>	<u>839,843,349</u>
Accounts receivables – Outstanding Imprests		-	-
TOTAL FINANCIAL ASSETS		330,395,105	839,843,349
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	13	65,038,634	35,016,638
NET FINANCIAL ASSETS		265,356,471	804,826,713
REPRESENTED BY			
Fund balance b/fwd		804,826,712	485,385,203
Prior year adjustments	25	-	-
Surplus/Deficit for the year		-539,470,242	319,441,509
NET FINANCIAL POSITION		265,356,470	804,826,712

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

The county financial statements were approved on 24th September, 2018 and signed by:

Chief Officer
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ICPAK Member No.18684

COUNTY EXECUTIVE OF MIGORI
Reports and Financial Statements
For the year ended June 30, 2018

3.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018

		2017-2018	2016 – 2017
	Notes	KShs	KShs
Receipts from operating income			
Exchequer Releases	1	6,462,800,000	6,298,037,918
Proceeds from Domestic and Foreign Grants	2	26,120,957	20,440,000
Transfers from Other Government Entities	3	541,237,413	314,025,356
County Own Generated Receipts	4	222,419,200	350,334,347
Returned CRF Issues	5	-	-
Payments for operating expenses			
Compensation of Employees	6	(2,440,535,869)	(1,935,158,353)
Use of goods and services	7	(2,562,315,699)	(1,775,525,669)
Transfers to Other Government Units	8	(746,694,407)	(780,280,474)
Other grants and transfers	9	(39,043,117)	(213,890,738)
Social Security Benefits	10	(106,661,973)	(84,188,318)
Deposits and Retentions		-	35,016,636
Adjusted for:			
Adjustments during the year- Changes in Payables		30,021,997	-
Net cash flow from operating activities		1,387,348,503	2,228,810,705
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	11	(1,896,796,747)	(1,874,352,560)
Net cash flows from Investing Activities		(1,896,796,747)	(1,874,352,560)
CASHFLOW FROM BORROWING ACTIVITIES			
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(509,488,244)	354,458,145
Cash and cash equivalent at BEGINNING of the year	12	839,843,349	485,385,203
Cash and cash equivalent at END of the year	14	330,395,105	839,843,349

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

The county financial statements were approved on 24th September, 2018 and signed by:

Chief Officer
Samuel Omuga

Director Finance
Paul Mwita

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Hannington Ochieng
ICPAK Member No.18684

MIGORI COUNTY GOVERNMENT
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3.4. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Balance b/f	-	829,190,572	829,190,572	839,843,349	(10,652,777)	101%
Exchequer releases	6,721,266,066	258,466,066()	6,462,800,000	6,462,800,000	-	100%
Proceeds from Domestic and Foreign Grants	-	26,120,957	26,120,957	26,120,957	-	100%
Transfers from Other Government Entities	609,354,581	(68,117,875)	648,785,710	541,237,413	107,548,297	83%
County Own Generated receipts	450,000,000	(250,000,000)	200,000,000	222,419,200	22,419,200	111%
Return issues to CRF	-	-	-	-	-	-
TOTAL	7,780,620,647	(346,845,463)	8,166,897,239	8,092,420,919	85,129,097	99%
PAYMENTS						
Compensation of Employees	2,293,772,453	117,397,003	2,411,169,456	2,440,535,869	(29,366,413)	101%
Use of goods and services	1,873,876,246	444,003,179	2,317,879,425	2,562,315,699	(244,436,274)	111%
Transfers to Other Government Units	736,791,732		736,791,732	746,694,407	(9,902,675)	101%
Other grants and Transfers	-		-	39,043,117	(39,043,117)	-
Social Security Benefits	-		64,000,000	106,661,973	(42,661,973)	167%
Acquisition of Assets	2,876,180,216	(239,123,590)	2,637,056,626	1,896,796,747	740,259,879	72%
TOTAL	7,780,620,647	322,276,592	8,166,879,239	7,792,047,812	374,849,427	95%
SURPLUS/(DEFICIT)	-		-	300,373,107	(289,720,330)	

The county's financial statements were approved on 24th September, 2018 and signed by:

Chief Officer
Samuel Omuga

Director Finance
Paul Mwita

Accountant
Hannington Ochieng
ICPAK Member No.18684

COUNTY EXECUTIVE OF MIGORI
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3.5. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Balance b/d	-	829,190,572	829,190,572	839,843,349	(10,652,777)	-
Exchequer releases	3,845,085,850	(258,466,066)	3,831,063,652	3,831,063,652	-	100%
Proceeds from Domestic and Foreign Grants	-	26,120,957	26,120,957	26,120,957	-	100%
Transfers from Other Government Entities	609,354,581		609,354,581	541,237,413	68,117,168	89%
County Own Generated receipts	450,000,000	(250,000,000)	200,000,000	222,419,200	22,419,200	111%
Return CRF issues	-	-	-	-	-	-
TOTAL	4,904,440,431	346,845,463	5,719,608,805	4,423,987,010	478,155,834	
PAYMENTS						
Compensation of Employees	2,411,169,456	117,397,003	2,411,169,456	2,440,535,869	(29,366,413)	101%
Use of goods and services	2,217,879,425	444,003,179	2,317,879,425	2,562,315,699	(244,436,274)	111%
Transfers to Other Government Units	796,791,732		736,791,732	746,694,407	(9,902,675)	101%
Other grants and transfers	-		-	39,043,117	(39,043,117)	-
Social Security Benefits	-		64,000,000	106,661,973	(42,661,973)	167%
TOTAL	4,904,440,431	561,400,182	5,529,840,613	5,895,251,065	(365,410,452)	107%
SURPLUS/(DEFICIT)	-			434,566,494	634,987,463	

The county's financial statements were approved on 24th September, 2018 and signed by:

Chief Officer
Samuel Omuga

Director Finance
Paul Mwita

Accountant
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COUNTY EXECUTIVE OF MIGORI
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3.6. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	2,876,180,216	(239,123,590)	2,637,056,626	2,637,056,626	-	100%
TOTAL	2,876,180,216	(239,123,590)	2,637,056,626	2,637,056,626	-	100%
PAYMENTS						
Acquisition of Assets	2,876,180,216	(239,123,590)	2,637,056,626	1,896,796,747	740,259,879	72%
TOTALS	2,876,180,216	(239,123,590)	2,637,056,626	1,896,796,747	740,259,879	72%
SURPLUS/(DEFICIT)						

The county's financial statements were approved on 24th September, 2018 and signed by:

Chief Officer
Samuel Omuga

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Paul Mwita

Accountant
Hannington Ochieng
ICPAK Member No. 18684

MIGORI COUNTY GOVERNMENT
Consolidated Reports and Financial Statements
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3.7. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2017		2017	Date, 2017	
	KShs	KShs	KShs	KShs	KShs
Programme 1					
Sub-programme 1					
Sub-programme 2					
Sub-programme 3					
Programme 2					
Sub-programme 1					
Sub-programme 2					
Sub-programme 3					

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

3.8. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

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

2. Reporting entity

The financial statements are for the Migori County Government. The financial statements encompass the reporting entity as specified under section 164 of the PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

Tax receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

External Assistance

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

Donations and grants

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

Proceeds from borrowing

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

Undrawn external assistance

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for projects currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

County Own Generated Receipts

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

Returns to CRF Issues

These relate to unspent balances in the development, recurrent and deposit accounts at the end of the year which are returned to the County Revenue Fund (CRF) and appropriated through a supplementary budget to enable the County to spend funds. These funds are recognised once appropriated through a supplementary budget process.

b) Recognition of payments

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensation of employees

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

Use of goods and services

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

Interest on borrowing

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

Repayment of borrowing (principal amount)

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

Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is 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 *entity* 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 *entity* includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Cash and cash equivalents

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

Restriction on cash

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2018, this amounted to KShs 65,038,634 compared to KShs 35,016,638 in prior period as indicated on note 13.

There were no other restrictions on cash during the year

6. Accounts Receivable

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

7. Accounts Payable

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

8. Non-current assets

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Pending bills

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

10. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *entity*'s budget was approved as required by Law and as detailed in the County Revenue Allocation Act. **The original budget was approved by the County Assembly on 28th June 2018 for the period 1st July 2017 to 30 June 2018 as required by law. There was one in number of supplementary budgets passed in the year.** A high-level assessment of the County Government of Migori's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

11. Comparative figures

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

12. Subsequent events

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

13. Errors

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

14. Related party transactions

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

3.9. NOTES TO THE FINANCIAL STATEMENTS

1. EXCHQUER RELEASES

	2017 - 2018	2016 - 2017
	KShs	KShs
Total Exchequer Releases for quarter 1	452,396,000	1,574,509,479
Total Exchequer Releases for quarter 2	1,648,014,000	1,605,999,669
Total Exchequer Releases for quarter 3	1,680,328,000	1,070,666,446
Total Exchequer Releases for quarter 4	2,682,062,000	2,046,862,324
Total	6,462,800,000	6,298,037,918

2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2017 - 2018	2016 - 2017
			KShs	KShs
Grants Received from Bilateral Donors (Foreign Governments)				
Grants Received from Multilateral Donors (International Organisations)				
Grants Received from other levels of government				
(DANIDA)		-	26,120,957	20,440,000
Total			26,120,957	20,440,000

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2017 – 2018	2016 – 2017
	KShs	KShs
Transfers from Central government entities		
(Free Maternity Health Care)	-	132,860,000
MOH- RBF (World Bank Grant)	138,220,725	-
RMFLF	204,454,632	72,576,984
Transforming Health Services	32,723,050	-
KDSP	46,330,994	-
VETC Funds	47,015,785	-
NARIGP	50,609,855	-
Aborlishment of User Fees Foregone	21,882,372	21,882,372
Transfers from Counties		
(Doctors, Nurses, Clinical Officers Allowance)	-	86,706,000
TOTAL	541,237,413	314,025,356

COUNTY EXECUTIVE OF MIGORI
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4. COUNTY OWN GENERATED RECEIPTS

	2017 – 2018	2016 – 2017
	KShs	KShs
Fines Penalties and Forfeitures	318,980	253,600
Business permits	50,707,410	56,589,930
Cess	25,814,980	92,528,337
Land Rents and Rates	8,635,655	30,002,097
Plot rents	-	2,647,850
Bill Board Fees	10,677,238	15,046,754
Transport on Land	1,220,780	1,907,390
Council's natural resources	4,527,240	-
Sale of Tender Documents	282,000	1,964,100
Department of Fisheries	459,500	-
Market/trade centre fee	31,733,720	34,415,410
Vehicle parking fees	45,232,790	61,420,820
Kiosk Operation Fees	-	4,540,240
Fuel Levy	11,900	85,500
Entry/Exit fees	-	2,774,670
Department of Agriculture	1,956,170	1,737,585
Survey Fees	996,740	1,098,254
Public health services	2,128,940	21,385,773
Health facilities operations	15,823,192	-
Environment & conservancy	59,800	1,575,600
Department of Trade	797,646	-
Slaughter houses administration	17,675,530	16,945,710
Physical Planning Activities	1,006,591	1,186,107
Liquor License Administration	-	2,075,820
Weights and Measures	-	152,800
Department of Education	26,500	-
Department of P Works – Approval of Plans	2,325,698	-
	222,419,200	350,334,347

5. RETURNED CRF ISSUES

	2017 – 2018	2016 – 2017
	KShs	KShs
Recurrent account	39,000,000	-
Development account	40,000,000	-
Deposit account	-	-
Total	79,000,000	-

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6. COMPENSATION OF EMPLOYEES

	2017 – 2018	2016 – 2017
	KShs	KShs
Basic salaries of permanent employees	2,339,727,814	1,874,556,009
Basic wages of temporary employees	100,808,054	60,602,344
Total	2,440,535,868	1,935,158,353

(Give brief explanation including the comparative number of employees)

7. USE OF GOODS AND SERVICES

	2017 – 2018	2016 – 2017
	KShs	KShs
Utilities, supplies and services	49,870,504	38,740,330
Communication, supplies and services	15,286,709	12,293,630
Domestic travel and subsistence	460,097,088	354,034,987
Foreign travel and subsistence	5,563,573	-
Printing, advertising and information supplies & services	279,397,352	264,457,138
Rentals of produced assets	16,013,809	10,168,885
Training expenses	76,385,768	15,905,357
Hospitality supplies and services	355,444,697	286,732,824
Insurance costs	46,029,098	6,374,600
Specialized materials and services	452,428,604	335,911,334
Office and general supplies and services	145,178,805	67,128,635
Other operating expenses	261,384,178	205,976,583
Routine maintenance – vehicles and other transport equipment	117,359,787	64,094,523
Routine maintenance – other assets	189,522,482	58,824,637
Fuel and Lubricants	92,353,245	54,882,206
Total	2,562,315,699	1,775,525,669

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017 - 2018	2016 – 2017
	KShs	KShs
Transfers to Central government entities		
See attached list	-	-
Transfers to Other Counties		
Migori County Assembly	736,000,000	698,570,000
Mikutra Water and Sanitation Services	10,694,407	18,656,746
Car and Mortgage/ Other Transfers	-	63,053,728
TOTAL	746,694,407	780,280,474

9. OTHER GRANTS AND OTHER PAYMENTS

	2017 - 2018	2016 – 2017
	KShs	KShs
Scholarships and other educational benefits	32,900,196	36,645,580
Migori County Bursary	5,852,000	163,945,158
Other Capital Transfers – ECDE Classrooms	290,921	13,300,000
Total	39,043,117	213,890,738

10. SOCIAL SECURITY BENEFITS

	2017 - 2018	2016 – 2017
	KShs	KShs
Government pension and retirement benefits	106,661,973	84,188,318
Social security benefits in cash and in kind	-	-
Employer Social Benefits in cash and in kind	-	-
Total	106,661,973	84,188,318

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11. ACQUISITION OF ASSETS

Non Financial Assets	2017 – 2018	2016 – 2017
	KShs	KShs
Construction of Buildings	117,271,523	112,317,731
Refurbishment of Buildings	12,920,751	5,816,167
Construction of Roads	1,041,940,580	680,989,561
Construction and Civil Works	163,647,102	159,671,145
Overhaul and Refurbishment of Construction and Civil Works	-	-
Purchase of Vehicles and Other Transport Equipment	21,351,587	7,000,000
Overhaul of Vehicles and Other Transport Equipment	29,483,300	2,000,000
Purchase of Household Furniture and Institutional Equipment	12,217,527	420,430
Purchase of Office Furniture and General Equipment	106,363,871	18,261,600
Purchase of ICT Equipment	-	221,792,532
Purchase of Specialized Plant, Equipment and Machinery	232,311,098	181,967,113
Purchase of Certified Seeds, Breeding Stock and Live Animals	22,253,489	15,253,000
Research, Studies, Project Preparation, Design & Supervision	137,035,919	406,856,435
Acquisition of Land	-	250,000
Acquisition of LAN	-	1,069,346
Financial Assets		
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions	-	-
Total	1,896,796,747	1,874,352,560

12. CASH AND BANK BALANCES

12A. BANK BALANCES

Name of Bank, Account No. & currency	Amount in bank account currency *	Indicate whether recurrent, Development, deposit, receipts e.t.c	Ex. rate (if in foreign currency)	2017 – 2018	2016 – 2017
				KShs	KShs
<i>CBK – 1000170948, KES</i>	KES	Development	-	4,908,953	1,477,192.00
<i>CBK – 1000171022, KES</i>	KES	Recurrent	-	26,857,345	107,474,772
<i>CBK – 1000171537, KES</i>	KES	Revenue	-	29,384,893	531,097,557
<i>CBK – 1000292482, KES</i>	KES	MCRML Fund	-	845,877	16,192,328
<i>CBK – 1000171537, KES</i>	KES	Health Special	-	1,985,920	38,054,394
<i>CBK – 1000365668, KES</i>	KES	County NARIGP	-	55,609,855	-
<i>CBK – 1000365692, KES</i>	KES	ASDSP Special	-	-	-

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<i>CBK – 1000368586, KES</i>	KES	MC VETC	-	-	-
<i>CBK – 1000376791, KES</i>	KES	Urban Inst & Dev	-	-	-
<i>CBK – 1000380683, KES</i>	KES	Comm.Proj. Sp	-	-	-
KCB – 1149215860, KES	KES	Development	-	81,282	43,478,437
KCB – 1140793454, KES	KES	Operations	-		4,463,695
KCB – 1153149869, KES	KES	Salaries	-	11,152	142,426
KCB – 140763881, KES	KES	Revenue	-	3,548,730	569,779
KCB – 1154700062, KES	KES	WDF	-	1,258,396	455,681
KCB – 1145481647, KES	KES	PSB	-	-	375
KCB – 121702721, KES	KES	PSB	-	2,719	-
KCB – 1170448143, KES	KES	Retentions	-	65,038,634	35,016,636
KCB – 1203729731, KES	KES	Econ Planning	-	146,871	2,482,950
KCB – 1179977904, KES	KES	Internal Audit	-	2,475	105
KCB – 1105499693, KES	KES	Fish Cess	-	89,343	-
KCB – 1146721641, KES	KES	Water Supply	-	73,602	73,062
KCB – 1154819167, KES	KES	North Kadem	-	615	615
KCB – 1219338869, KES	KES	Wasweta 2 WDF	-	6,775	660
KCB – 1157668267, KES	KES	Masaba WDF	-	860	780
KCB – 1157721699, KES	KES	Wiga WDF	-	260	424
KCB – 1157877443, KES	KES	Kachieng WDF	-	84	270
KCB – 1158318677, KES	KES	Gokecharaka Wd	-	3,746	489
KCB – 1157897894, KES	KES	North Kadem	-	490	590
KCB – 1159130841, KES	KES	Makerero WDF	-	2,900	1,099
KCB – 1159276315, KES	KES	Muhuru WDF	-	9,380	9,380
KCB – 1159276439, KES	KES	Got Kachola	-	1,735	720
KCB – 1159276730, KES	KES	Kaler WDF	-	380	380
KCB – 1158858078, KES	KES	Nyamekongoroto	-	953,193	-
KCB – 1159279136, KES	KES	Macalder	-	380	121,138
KCB – 1158858221, KES	KES	MC Referral	-	3,489,455	24,012
KCB – 1157694837, KES	KES	Karungu SDH	-	-	1,434
KCB – 1157367941, KES	KES	Isebania FIF	-	-	469,833
KCB – 1157477380, KES	KES	Ntimaru SDH	-	-	6,719
KCB – 1157323995, KES	KES	Kuria DH	-	-	155,181
KCB – 1157801641, KES	KES	Kegonga DH	-	-	66,013
KCB – 1157360073, KES	KES	Rongo FIF	-	-	1,169
KCB – 1157323995, KES	KES	MC Referral	-	21,963	1,688
KCB – 1158858299, KES	KES	Rongo S/C FIF	-	410,134	33,352
KCB – 1158858310, KES	KES	Macalder S/C H	-	414,629	121,138
KCB – 1158858353, KES	KES	Kuria S/C Hosp	-	687,198	157,543
KCB – 1158858418, KES	KES	Karungu S/C Hos	-	401,058	16,602

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KCB – 1158858434, KES	KES	Isibania S/C H	-	337,139	83,484
KCB – 1158858469, KES	KES	Kegonga S/C H	-	272,477	108,618
KCB – 1158858485, KES	KES	Ntimaru S/C H	-	164,322	7,757
KCB – 1159210446, KES	KES	North Sakwa Op	-	3,120	650
KCB – 1165309890, KES	KES	MCG ICT A/C	-	5,565	310
KCB – 1171424299, KES	KES	MC Health RBF	-	500	-
KCB – 1180336461, KES	KES	MC Modern T	-	562,960	504,990
KCB – 1159280339, KES	KES	Kanyasa WDF	-	1,380	1,380
KCB – 1159281653, KES	KES	S Kanyamkago	-	595	775
KCB – 1159130841, KES	KES	Makerero WDF	-	2,899	1,099
KCB – 1159287376, KES	KES	God Jope WDF	-	114	610
KCB – 1159708819, KES	KES	Wasimbete WDF	-	380	380
KCB – 1159287465, KES	KES	C. Sakwa WDF	-	1,614	430
KCB – 1151401129, KES	KES	Kitere Disp.	-	941,533	8,866
KCB – 1136947515, KES	KES	Iraha Dispensary	-	491,914	7,083
KCB – 1120847028, KES	KES	Muchebe Disp	-	650,496	1,995
KCB – 1125497637, KES	KES	Motemorabu Dis	-	458,658	3,813
KCB – 1126066362, KES	KES	Ngisiru Dispens	-	239,750	17,000
KCB – 111762699, KES	KES	Makararangwe D	-	130,301	1,323
KCB – 1125711779, KES	KES	Komosoko D	-	311,728	1,470
KCB – 1106376692, KES	KES	Komomange D	-	239,438	1,962
KCB – 1135742588, KES	KES	Kombe Dispen	-	331,989	12,938
KCB – 1119187435, KES	KES	Tarang'anya D	-	215,487	1,688
KCB – 1126730106, KES	KES	Nyaitara D	-	404,745	5,531
KCB – 1125370440, KES	KES	Siabai Makonge	-	493,044	1,351
KCB – 1124655476, KES	KES	Gairoro Disp	-	96,139	582
KCB – 1136923578, KES	KES	Getambwega D	-	280,825	320
KCB – 1136271317, KES	KES	Taragai Disp	-	418,129	9,260
KCB – 1135748837, KES	KES	Nyametembe D	-	553,961	1,105
KCB – 1137233079, KES	KES	Agenga Disp	-	854,186	16,808
KCB – 1113514973, KES	KES	Aneko Disp	-	241,339	4,819
KCB – 1126535761, KES	KES	Kipingi Disp	-	239,066	1,513
KCB – 1126504815, KES	KES	Nyamanga Disp	-	530,130	279
KCB – 1126421480, KES	KES	Olas Dispensary	-	237,007	22,450
KCB – 1105896668, KES	KES	Othoch Rakuom	-	237,760	219
KCB – 1105652580, KES	KES	Riat Dispensary	-	536,842	406
KCB – 1126534986, KES	KES	Thim Lich Disp	-	643,289	238,608
KCB – 1144594790, KES	KES	Wath Onger D	-	325,784	447
KCB – 1126535133, KES	KES	Yago Dispensary	-	476,034	-
KCB – 1118658418, KES	KES	Kwoyo Kodalo D	-	1,083,194	1,480
KCB – 1117165639, KES	KES	Minyenya Dis	-	1,017,960	1,411

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KCB – 1136266658, KES	KES	Nyasese Disp	-	436,540	1,556
KCB – 1139815547, KES	KES	Nyamaranya Disp	-	238,592	1,431
KCB – 1126535265, KES	KES	Winjo Dispens	-	237,437	1,469
KCB – 1142280861, KES	KES	Girigiri Disp	-	125,872	499
KCB – 1158161220, KES	KES	Nyasoko Disp	-	334,283	1,168
KCB – 1157583156, KES	KES	Lela Dispensary	-	50,539	2,799
KCB – 1152319108, KES	KES	Thim Jope Dis	-	295,689	75,904
KCB – 1142280861, KES	KES	Kochola Disp	-	613,352	28594
KCB – 1148963383, KES	KES	Ndege Oriedo	-	696,202	10,833
KCB – 1156901340, KES	KES	Kemakoba Disp	-	125,487	499
KCB – 1176959328, KES	KES	Bondo Dispens	-	25,487	199
KCB – 1176975978, KES	KES	Masaria Disp	-	21,548	3,454
KCB – 1172812888, KES	KES	Kamsaki Disp	-	25,354	75,833
KCB – 1134406568, KES	KES	Kohanga Disp	-	102,363	7,583
KCB – 1181402786, KES	KES	Kanga Dispens	-	125,352	1,535
KCB – 113803861, KES	KES	Nyankore H C	-	76,729	1,729
KCB – 1202660266, KES	KES	Oruba Disp	-	257,401	75,604
KCB – 1202800130, KES	KES	Magacha Disp	-	134	119
KCB – 1119114381, KES	KES	Kugitimo Disp	-	224,937	34,420
KCB – 1124782745, KES	KES	Mogori H C	-	1,230,207	28,186
KCB – 1119639751, KES	KES	Nyabokarange H	-	883,676	2,276
KCB – 1119586828, KES	KES	Nyametaburo HC	-	1,075,601	10,954
KCB – 1119164206, KES	KES	Nyangoge HC	-	345,874	1,469
KCB – 1118960173, KES	KES	Tisinye HC	-	1,196,230	1,319
KCB – 1130227758, KES	KES	Nyamaraga HC	-	1,188,592	90,585
KCB – 1130827623, KES	KES	Ogwedhi HC	-	1,817,743	83,047
KCB – 1119688485, KES	KES	Gwitembe HC	-	385,743	19,297
KCB – 1119634393, KES	KES	Chinato HC	-	1,107,901	41,240
KCB – 1171424299, KES	KES	Migori C Health	-	500	-
EQUITY- 1160272236744,	KES	PL With Disabil	-	-38	191,065
EQUITY- 1160266311281	KES	School Feeding	-	20,336	20,336
EQUITY- 1160261978741	KES	Agric, Livestock	-	4,872	286,417
EQUITY- 11602602620813	KES	Education	-	249	134
EQUITY- 1160270175485	KES	Mon & Evaluat.	-	5,250	1,120
DTB - 0060218001, KES	KES	Car & Loan Mor	-	40,952,789	42,869,550
DTB – 0397396001, KES	KES	MC Operations	-	1,110,671	-
Co- op, 0114148308000	KES	County secretary	-	827	827
Co- op, 01141481907800	KES	Lands , Housing	-	314	1,040
Co- op, 01141481907700	KES	Water & Energy	-	1,353	201,152
Co- op, 01141482129000	KES	Gvn Operations	-	4,113	112

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Co- op, 01141482317700	KES	D/Gvn Oper	-	443	63
Co- op, 01141482697600	KES	MC Executive	-	2,640	-
Co- op, 01141481937700	KES	PSM	-	14,196,403	720
Co- op, 01141481907900	KES	Roads,P Works	-	3,826	4,523
Co- op, 01141481763500	KES	Health Sector	-	15,028,213	167,683
Co- op, 01141203091000	KES	Anjego Dispe	-	215,472	-
Co- op, 01141048713000	KES	Arombe Disp	-	108,737	218
Co- op, 01141056242200	KES	Giribe Disp	-	882,363	1,818
Co- op, 01141202033000	KES	God-Kwer Disp	-	92,070	1,790
Co- op, 01141077147000	KES	God-Jope Disp	-	601,275	-
Co- op, 01141077313500	KES	Midoti Disp	-	578,413	313
Co- op, 01141202278400	KES	Nyarongi Disp	-	681,700	2,118
Co- op, 01141077450500	KES	Ondong' Disp	-	712,968	31,508
Co- op, 01141203000000	KES	Osingo Disp	-	573,710	230
Co- op, 01141481117701	KES	Saro Disp	-	658,721	867
Co- op, 01141202876400	KES	Suna Rabuor Dis	-	326,581	1,054
Co- op, 01141048603400	KES	Bande Disp	-	261,292	1,870
Co- op, 01141077152500	KES	Kabuto Disp	-	687,493	1,240
Co- op, 01141077152500	KES	Kituka Disp	-	237,328	158
Co- op, 01141204249100	KES	Kombato Disp	-	672,031	1,708
Co- op, 01141202040000	KES	Lwanda Disp	-	420,041	280
Co- op, 01141204290300	KES	Namba Kodero D	-	1,028,625	321
Co- op, 01141202276200	KES	Ndiwa Disp	-	601,881	1,238
Co- op, 01141202040300	KES	Otati Disp	-	873,273	1,215
Co- op, 01141202279000	KES	Nyandago Kower	-	237,899	1,141
Co- op, 01141077325000	KES	Getongoroma Dis	-	226,832	1,332
Co- op, 01141481137200	KES	Obware Disp	-	117,110	176,455
Co- op, 01141481016701	KES	Got-Kachola Dis	-	79,813	1,812
Co- op, 01134482816200	KES	Diruma Disp	-	145,352	-
Co- op, 01141482809100	KES	Nyamilu Disp	-	75,893	76,167
Co- op, 01141482916700	KES	Ogongo Disp	-	217,105	503
Co- op, 01141482965000	KES	Nyakiringoto Dis	-	215,487	95,387
Co- op, 01141482962100	KES	Mugabo Disp	-	254,365	75,177
Co- op, 01141202676300	KES	Bugumbe HC	-	241,315	159,160
Co- op, 01141048766300	KES	Masaba HC	-	670,448	1,610
Co- op, 01141202912700	KES	Nyamekongoroto	-	953,193	67,755
Co- op, 01141202834300	KES	Muhuru HC	-	658,785	197,512
NBK, 01001017544700	KES	Othoro SCH FIF	-	130,675	-
NBK, 01001017544600	KES	Awendo SCH FI	-	569,048	-
NBK, 01001095863600	KES	Trade & Coop	-	3,208	2,150
NBK, 01001095864200	KES	Evn & Disaster	-	1,929	2,280

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NBK, 01001017575000	KES	Water & Energy-	-	925	-
NBK, 01001084043300	KES	Angaga Disp	-	461,472	7,238
NBK, 01001046609400	KES	Dede Disp	-	984,254	262
NBK, 01248046510700	KES	Kuja Disp	-	530,438	348
NBK, 01001045638500	KES	Ngere Disp	-	26,114	2,571
NBK, 01001070016400	KES	Ngodhe Disp	-	763,275	567
NBK, 01001095766300	KES	Nyakuru Disp.	-	1,006,512	4,570
NBK, 01001079718600	KES	Ombo-Mbita Dis	-	341,871	1,445
NBK, 01248046433000	KES	Otacho Disp	-	494,184	1,283
NBK, 01001046734200	KES	Rabondo Disp	-	918,903	1,004
NBK, 01001084039200	KES	Siruti Disp.	-	679,877	6,643
NBK, 01001046526600	KES	Bware Disp.	-	730,631	395
NBK, 01001084032800	KES	Koloo Disp	-	443,550	37,140
NBK, 01248080349900	KES	Kolwal Disp.	-	558,201	290,102
NBK, 01001084011400	KES	Midida Disp	-	514,371	894
NBK, 01001046434100	KES	Nyamasare	-	345,021	3,092
NBK, 01001084042600	KES	Ombo Kowiti Dis	-	484,479	2,239
NBK, 01001046632600	KES	Ongito Disp.	-	285,905	106
NBK, 01001017542800	KES	Osogo Disp.	-	245,552	1,413
NBK, 01001084058400	KES	Piny Owacho Dis	-	570,120	2,697
NBK, 01001046487600	KES	Sibuoche Disp	-	805,057	324
NBK, 01001084454800	KES	Ngonga Disp	-	1,000,808	1,255
NBK, 01001017567300	KES	Lwala Disp	-	231,798	190
NBK, 01001070063300	KES	Wanginya Disp	-	429,024	-109
NBK, 01248046484500	KES	Mariwa HC	-	991,808	1,111
NBK, 01242045431400	KES	Ongo HC	-	626,239	1,959
NBK, 01248046576600	KES	Oyani HC	-	1,193,803	4,349
NBK, 01248045067700	KES	Uriri HC	-	1,870,301	289,037
Total				328,891,003	829,190,573

*Amount should be as per amount in the cash book.

21B. CASH IN HAND

	2017 – 2018	2016 – 2017
	KShs	KShs
Cash in Hand – Held in domestic currency	1,504,102	10,652,843
Cash in Hand – Held in foreign currency	-	-
Total	1,504,102	10,652,843

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Cash in hand should also be analysed as follows:

	2017 – 2018	2016 – 2017
	KShs	KShs
Cash Office	1,500,600	850,152
Deputy Governor’s Office	-	83
Department of Health	-	1,790,466
Ward Development Fund	-	55,681
Department of Trade	-	461,439
Water and Sanitation	-	1
Public Works Roads and Transport	-	321
Department of Agriculture	-	7,490,439
Public Service Board	135	4,261
Public Service Management	3,367	-
Total	1,504,102	10,652,843

[Provide cash count certificates for each]

13. ACCOUNTS PAYABLE

	2017 – 2018	2016 – 2017
	KShs	KShs
Deposits	65,038,634	35,016,636
Total	65,038,634	35,016,636

[Provide short appropriate explanations as necessary]

14. FUND BALANCE BROUGHT FORWARD

	2017 – 2018	2016 – 2017
	KShs	KShs
Bank accounts	328,865,833	480,000,666
Cash in hand	1,504,102	4,140,037
Accounts Receivables	-	1,244,500
Accounts Payables	-	-
Total	330,369,935	485,385,203

[Provide short appropriate explanations as necessary]

3.10. OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017 – 2018	2016 – 2017
	KShs	KShs
Construction of buildings	998,182	71,558,164
Construction of civil works	-	357,772,219
Supply of goods	98,478,402	64,697,710
Supply of services	182,806,444	110,499,694
	282,283,028	604,527,694

2. RELATED PARTY DISCLOSURES

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

The following comprise of related parties to the County Government:

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

Related party transactions

	20xx- 20xx	20xx- 20xx
	Kshs	Kshs
Key Management Compensation(Governors, CEC Members and C.Os)	-	-
Transfers to related parties		
Transfer to the County Assembly	736,000,000	698,570,000
Transfers to other County Government Entities	10,694,407	18,656,746
Transfers to Development Projects	-	63,053,728
Total Transfers to related parties	746,694,407	780,280,474

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3. ESTABLISHMENT OF OTHER COUNTY GOVERNMENT ENTITIES

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

Entity	Date Established	Location	Accounting Officer responsible
MIKUTRA		HEAD OFFICE	MD
CAR & MORGAGE FUND		HEAD OFFICE	CO FINANCE

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4. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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

Guidance Notes:

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

CEC, County Treasury

Sign.....

Date.....

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ANNEXES

ANNEX 1 – ANALYSIS OF TRANSFERS FROM THE EXCHEQUER

Period	Equitable Share	DANIDA	Other Revenues	Total Transfers from the National Treasury
Exchequer Releases for quarter 1	452,396,000	-	281,573,989	733,969,989
Exchequer Releases for quarter 2	1,648,014,000	16,852,230	73,384,480	1,738,250,710
Exchequer Releases for quarter 3	1,680,328,000	-	119,413,268	1,799,741,268
Exchequer Releases for quarter 4	2,682,062,000	9,268,727	289,284,876	2,980,615,603
Total	6,462,800,000	26,120,957	763,656,613	7,252,577,570

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ANNEX 2 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2017/2018	Outstanding Balance 2016/2017	Comments
	A	B	C	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total	1,789,060		760,878	998,182	71,558,164	
Construction of civil works						
4.						
5.						
6.						
Sub-Total					357,772,219	
Supply of goods						
7.						
8.						
9.						
Sub-Total	98,478,402		4,973,785	98,478,402	64,697,710	
Supply of services						
10.						
11.						
12.						
Sub-Total	196,439,542		13,633,097	182,806,445	110,499,694	
Grand Total	296,677,004		19,367,760	282,283,029	604,527,694	

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ANNEX 5 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KShs) 2016/2017	Additions during the year (KShs)	Disposals during the year (KShs)	Historical Cost c/f (KShs) 2017/2018
Land	2,250,000	-	-	2,250,000
Buildings and structures	1,485,695,127	335,816,325	-	1,821,511,452
Transport equipment	880,161,056	1,101,373,004	-	1,981,534,060
Office equipment, furniture and fittings	39,511,999	43,631,656	-	83,143,655
ICT Equipment, Software and Other ICT Assets	222,861,878	184,765,486	-	407,627,364
Other Machinery and Equipment	314,782,284	54,344,427	-	369,126,711
Heritage and cultural assets	-	-	-	-
Intangible assets	482,796,936	176,865,848	-	659,662,784
Total	3,428,059,280	1,896,796,747	-	5,324,856,027

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

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ANNEX 6 – INTER-ENTITY TRANSFERS

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Amount transferred KShs	Amount Confirmed as received KShs	differen ce	explanat ion
1	County Assembly	61,000,000	122,000,000	183,000,000	370,000,000	736,000,000	736,000,000	-	-
2	MIKUTRA	-	-	-	10,694,407	10,694,407	10,694,407	-	-
	Total	61,000,000	122,000,000	183,000,000	380,694,407	746,694,407	746,694,407	-	-

Director of Finance
County Executive

Director of Finance
County Assembly/fund/project

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

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ANNEX 6 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)