

GOVERNMENT OF NAIROBI CITY COUNTY

Paper laid by the
Leader of Majority Party
on 5/11/2024 and
Committed to Budget
Committee.



THE NAIROBI CITY COUNTY ASSEMBLY

OFFICE OF THE CLERK

THIRD ASSEMBLY

(THIRD SESSION)



NCCA/TJ/PL/2024(62)

5TH NOVEMBER 2024

PAPER LAID

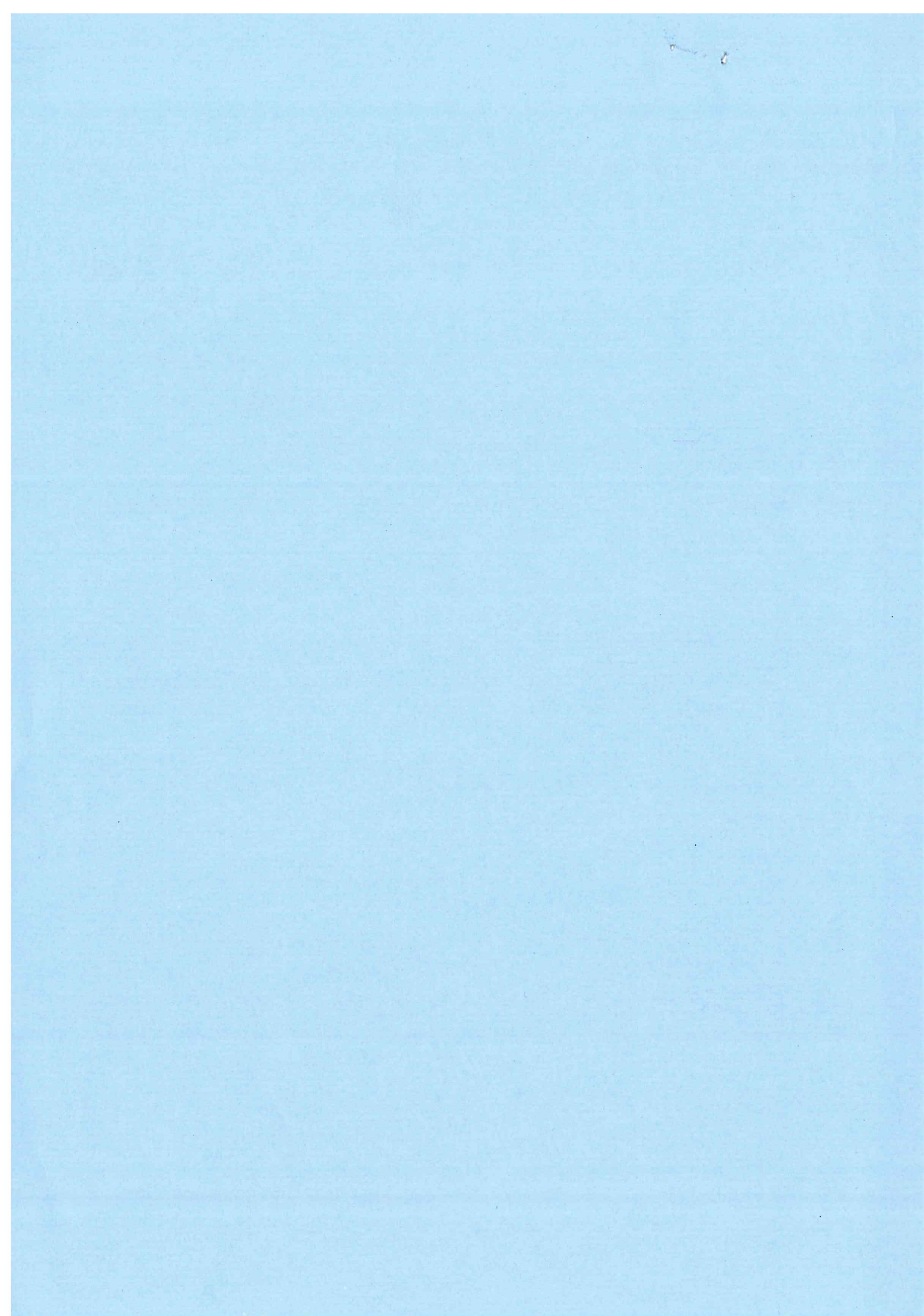
SUBJECT: COUNTY REVENUE FUND REPORT

Pursuant to Section 166 of the Public Finance Management Act, 2012, I beg to lay the following Paper on the Table of this Assembly, today Tuesday 5th November 2024:

— **THE NAIROBI CITY COUNTY REVENUE FUND REPORTS
AND FINANCIAL STATEMENTS FOR THE FIRST
QUARTER FY 2024/2025.**

(The Leader of Majority Party)

Copies to:
The Speaker
The Clerk
Hansard Editor
Hansard Reporters
The Press





NAIROBI CITY COUNTY
www.nairobi.go.ke

FINANCE AND ECONOMIC PLANNING AFFAIRS

Office of the County Executive Committee Member

NCC/FIN/DAS/225/2024

29TH OCTOBER, 2024

The Clerk,
Nairobi City County Assembly,
City Hall Building,
P. O. Box 45844-00100,
NAIROBI.



**RE : SUBMISSION OF QUARTER 1 COUNTY REVENUE FUND
REPORTS AND FINANCIAL STATEMENTS FY 2024/2025**

The above subject refers.

Enclosed please find County Revenue Fund Report and Financial Statements for the period ended 30th September 2024.

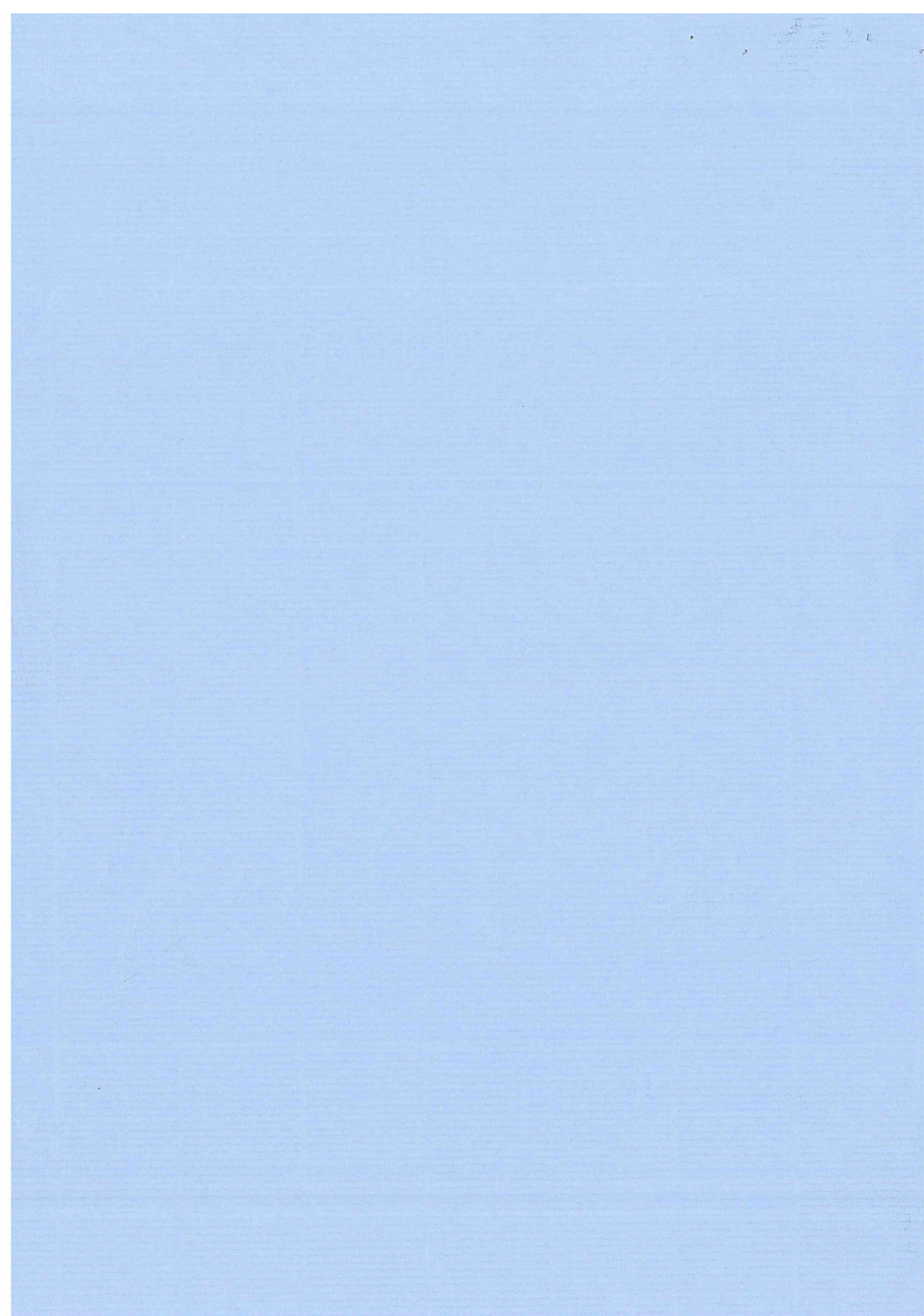
Thank you for your continued support.

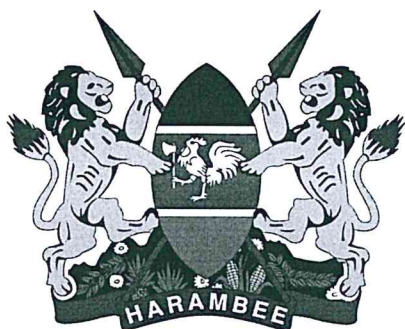
**CHARLES K. KERICH
COUNTY EXECUTIVE COMMITTEE MEMBER
FINANCE AND ECONOMIC PLANNING AFFAIRS**

*I D'cl
Kindly deal
30/10/24*

*III SCA Austin
Please deal
Mfai
PCA ch(8)
5/10/24*

*II PCA (L&P)
Verify process for
Tabling of committee
AOK
30/10/24*





COUNTY REVENUE FUND

County Government of Nairobi City

QUARTERLY REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 2024

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

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1. Acronyms and Definition of Key Terms

a. Acronyms

<i>ADP</i>	<i>Annual Development Plan</i>
<i>AIE</i>	<i>Authority to Incur Expenditure</i>
<i>CA</i>	<i>County Assembly</i>
<i>CARA</i>	<i>County Allocation of Revenue Act</i>
<i>CBK</i>	<i>Central Bank of Kenya</i>
<i>CECM</i>	<i>County Executive Committee Member</i>
<i>CE</i>	<i>County Executive</i>
<i>CG</i>	<i>County Government</i>
<i>CIDP</i>	<i>County Integrated Development Plan</i>
<i>COG</i>	<i>Council of Governors</i>
<i>CRA</i>	<i>Commission on Revenue Allocation</i>
<i>CRF</i>	<i>County Revenue Fund</i>
<i>CT</i>	<i>County Treasury</i>
<i>IPSAS</i>	<i>International Public Sector Accounting Standards</i>
<i>MCA</i>	<i>Member of County Assembly</i>
<i>OAG</i>	<i>Office of the Auditor General</i>
<i>OCOB</i>	<i>Office of the Controller of Budget</i>
<i>OSR</i>	<i>Own Source Revenue</i>
<i>PFM</i>	<i>Public Finance Management</i>
<i>PSASB</i>	<i>Public Sector Accounting Standards Board</i>
<i>NT</i>	<i>National Treasury</i>
<i>WB</i>	<i>World Bank</i>
<i>KRB</i>	<i>Kenya Roads Board</i>
<i>Kshs</i>	<i>Kenya Shillings</i>
<i>FY</i>	<i>Financial Year</i>

b. Definition of Key Terms

Fiduciary Management- Members of Management directly entrusted with the responsibility of the organization's financial resources.

2. Key Entity Information and Management**a) Background information**

Article 207 of the Constitution of Kenya provides for the establishment of the County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government.

b) Key Management Team

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

No.	Designation	Name
1.	CECM Finance and Economic planning	Charles K. Kerich
2.	C.O Finance	Asha Abdi
3.	Head of County Treasury (Accounting)	Martha Wambugu

c) Fiduciary Management

The key management personnel who held office during the quarter ended 30th September 2024 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	CECM Finance and Economic Planning	Charles K. Kerich
2.	Accounting Officer in charge of Finance	Asha Abdi
3.	Head of County Treasury (Accounting)	Martha Wambugu

d) Fiduciary Oversight Arrangements

The Nairobi City County Assembly Budget and Appropriations Committee and Public Accounts Committee provide oversight on County Financial Management. The Budget and Appropriations committee oversees and monitors budget preparation and implementation while the Public Accounts Committee reviews all reports of the Auditor-general in matters related to the

management of finances. The County has an established audit committee which strengthens the independence and the processes around internal auditing.

The Controller of budget provides oversight in the execution of budget of the county. This ensures compliance with the legal provisions and ensuring financial discipline in the execution of budget.

The county submitted quarterly financial reports that gave the status of budget implementation on quarterly basis. Office of the Auditor General continues to offer oversight through conduct of annual audits comprising system audit and financial statements audit. The Auditor General prepares report which includes recommendations aimed at improving compliance with legal provision and ensuring service delivery.

The Senate continues to offer oversight on the County. The senate receives the Audited Annual Financial Statements of the county and through its Public Accounts committee seeks explanation on the issues raised in the report.

e) County Headquarters

P.O. Box 30075 - 00100

City Hall Building

City Hall Way,

Nairobi, Kenya

f) County Executive Contacts

Telephone: (254) 20 224281, (254) 20 2216151

E-mail: info@nairobi.go.ke

Website: www.nairobi.go.ke

g) County Bankers

Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

Nairobi, 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 Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

j) County Attorney

P.O. Box 30075 – 00100,

City Hall Building,

City Hall Way,

Nairobi, Kenya

3. Statement by the CECM Finance

Nairobi City County finances its functions through two main sources of revenue i.e., Equitable share and Own Source Revenue. Over the years, equitable share has been dominantly higher than Own Source Revenue despite the targets being almost equal in the approved budget. The relevance and significance of OSR to meet the enormous and ever-increasing resource requirement cannot be over emphasized. The county has therefore continuously pursued the path of strengthening the revenue mobilisation ecosystem, both legislatively, operationally and in leveraging on alternative resource raising measures.

The revenue fortunes of Nairobi City County are highly influenced by prevailing national economic conditions. Both global and Kenyan economy decelerated significantly in 2022 largely due to a slowdown in global economic activities, due to tightening of monetary policies by most economies to contain high inflation largely attributed to the negative spillover from the war in Ukraine that continues to destabilize economic activities. Other macroeconomic variables that were detrimental to the county economy were high inflation rates and depreciating exchange rate. This was coupled by high unemployment and low incomes which has continued to darken the hopes of most households in the city.

The county anticipated to receive Kshs 5,213,847,658 as equitable share in quarter one. Kshs 1,706,125,025 was received during the period being 33% of the expected equitable share receipts. Own source generated receipts amounted to Kshs 2,264,323,076 being 44% of the anticipated own source revenues of Kshs 5,102,981,508.

In the quarter under review, the county withdrew Kshs 2,853,281,079 from the County Revenue Fund with Kshs 2,683,419,107 and Kshs 169,861,972 going to County Executive and County Assembly respectively for recurrent expenditure

 (Sign)

CECM Finance and Economic Planning

County Government of Nairobi City

4. Management Discussion and Analysis

The financial performance of County Revenue Fund in the Quarter one was below the anticipated results where actual external receipts represented 33% performance. Only one-month equitable share of Kshs 1,706,125,025 was received out of three months' equitable shares expected.

Own generated receipts posted a performance of 44% where Kshs 2,264,323,076 was collected from a quarterly target of Kshs 5,102,981,508.

Revenue collection banks have instructions to sweep all revenue collected to County Revenue Fund at CBK on a daily basis.

The table below shows actual performance of revenues and expenditures against quarter one targets:

Revenues	Q1 Budget Target 24-25	Actual on Comparable Basis	Budget Realization Difference	% of Realization
	c	d	e=(c-d)	f=d/c%
	Kshs	Kshs	Kshs	
Exchequer releases	5,213,847,658	1,706,125,025	3,507,722,633	33%
Opening balance re-appropriated	250,000,000	1,478,245,240	(1,228,245,240)	591%
Other grants	324,237,542	0	324,237,542	0%
Own Source Revenue	5,102,981,508	1,812,320,446	2,838,658,433	36%
Total	10,891,066,709	5,448,693,341	5,442,373,367	50%
Expenses				
Transfers to County Executive	10,001,038,750	2,683,419,107	7,317,619,643	27%
Transfers to County Assembly	890,027,959	169,861,972	720,165,987	19%
Total	10,891,066,709	2,853,281,079	8,037,785,630	26%

5. Overview of the County Revenue Fund Operations

Background

Article 207 of the Constitution of Kenya provides for the establishment of a County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government. As outlined under Section 109 of the Public Finance Management (PFM) Act, 2012 the County Treasury is responsible for administration of the County Revenue Fund. The County Revenue Fund is maintained as the County Exchequer Account at the Central Bank of Kenya.

Receipts into the County Revenue Fund

County Government revenue is received through the appointed County Receiver of Revenue by the County Executive Committee Member for finance to the County Treasury pursuant to Section 157 (1) of the PFM Act 2012. Revenue includes Exchequer releases, grants from development partners, proceeds from domestic and foreign borrowings, and other miscellaneous deposits in the County Revenue Fund Account.

Transfers from the County Revenue Fund

The withdrawal of funds from the County Revenue Fund is authorized by the County Appropriation Act. The County Treasury is required to seek the Controller of Budget's approval for withdrawal of funds from the County Revenue Fund to the County Executive and County Assembly bank accounts. These entities are responsible for the administration of their respective approved budgets.

Financial Reporting requirements

The Accounting Officer for the County Revenue Fund is required to prepare and submit the financial statements to the Auditor-General and a copy to the Controller of Budget, and the Commission on Revenue Allocation.

This statement therefore covers the operations of the County Exchequer Account for the financial period ended September 2024.



.....
CEC Member – Finance and Economic Planning
County Government of Nairobi City

6. Statement of Management Responsibilities.

Article 207 of the Constitution, Sections 109 and 168 of the Public Finance Management Act, 2012 requires a County Revenue Fund established by the Constitution, an Act of Parliament or county legislation to prepare quarterly financial statements for the Fund for each period in a form prescribed by the Public Sector Accounting Standards Board and submit to the Auditor General and a copy to the Commission on Revenue Allocation and the Controller of Budget.

The Accounting Officer at the County Treasury is responsible for the preparation and presentation of the County Revenue Fund financial statements, which give a true and fair view of the state of affairs of the Fund as at the end of the Quarter ended on September 30, 2024. 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 Revenue Fund; (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 Revenue Fund; (v) Selecting and applying appropriate accounting policies; and (iv) Making accounting estimates that are reasonable in the circumstances.

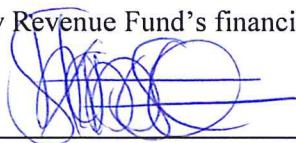
The Accounting Officer accepts responsibility for the County Revenue Fund's financial statements, which have been prepared on the Accrual Basis Method of financial reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the County Revenue Fund's financial statements give a true and fair view of the state of the County Revenue Fund's transactions during the quarter ended *September 2024*, and of its financial position as at that date.

The Accounting Officer further confirms the completeness of the accounting records maintained for the County Revenue Fund, 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 Accounting Officer confirms that the County Revenue Fund has complied fully with applicable Government Regulations. Further, the Accounting Officer confirms that the County Revenue Fund'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 Revenue Fund's financial statements were approved and signed on 30/10/ 2024 by;

Signature _____



Name: Asha Abdi

Chief Officer Finance /Accounting Officer

County Government of Nairobi City

County Government of Nairobi City

County Revenue Fund

Quarterly Report and Financial Statements for the Period ended Sep. 2024

7. Statement of Financial Performance for the Period Ended September 30, 2024

	Notes	Period ended Sep. 30, 2024
		Kshs.
Revenue from non-exchange transactions		
Exchequer releases	5	1,706,125,025
Return to CRF	6	157,064
Non-Exchange Own Source Revenue	7	1,095,323,540
Revenue from exchange transactions		
Exchange Own Source Revenue	8	716,996,906
Total Revenue		3,518,602,535
Expenses		
Transfers to County Executive	9	2,683,419,107
Transfers to County Assembly	10	169,861,972
Total Expenses		2,853,281,079
Surplus for the period		665,321,456


.....
Name: Asha Abdi

Chief Officer - Finance

Date: 22nd October 2024


.....
Name: Martha Wambugu

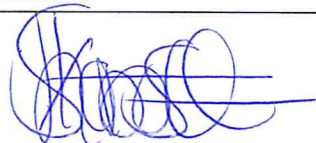
Head of County Treasury (Accounting)

ICPAK Member No: 5435

Date: 22nd October 2024

8. Statement of Financial Position as at September 30, 2024

	Note	Period ended Sep. 30, 2024	1 st Position July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	11	2,130,759,458	1,478,245,240
Receivables from Non-Exchange Transactions	12	7,740,391	-
Receivables from Exchange Transactions	13	5,066,847	-
Total Current Assets		2,143,566,696	1,478,245,240
Total Assets (A)		2,143,566,696	1,478,245,240
Liabilities			
Current Liabilities			
Accounts Payable	14	-	-
Total Current Liabilities		-	-
Total Liabilities (B)		-	-
Net Assets(A-B)		2,143,566,696	1,478,245,240
Represented by:			
Accumulated Surplus		2,143,566,696	1,478,245,240
Net Assets		2,143,566,696	1,478,245,240



Name: Asha abdi

Chief Officer, Finance

Date: 22nd October 2024



Name: Martha Wambugu

Head of County Treasury
(Accounting)

ICPAK M/No: 5435

Date: 22nd October 2024

County Government of Nairobi City
County Revenue Fund
For the Period ended September 2024

9. Statement of Changes in Net Assets for the Period ended September 30, 2024

	Accumulated Surplus
1st July 2024 Opening Balance	1,478,245,240
Adjustment to recognize assets/liabilities	-
1st July 2024 Opening Balance	1,478,245,240
Surplus/ deficit for the Period	665,321,456
As at September 30, 2024	2,143,566,696

10. Statement of Cash Flows for the Period ended September 30, 2024

		Period Ended Sep. 30, 2024
	Notes	Kshs
Cash flows from operating activities		
Receipts		
Exchequer releases	5	1,706,125,025
Return to CRF	6	157,064
Own Source Revenue	7, 8	1,799,513,207
Total receipts		3,505,795,296
Payments		
Transfers to County Executive (operating activities)	9	(2,683,419,107)
Transfers to County Assembly (operating activities)	10	(169,861,972)
Other transfers		-
Total Payments		(2,853,281,079)
Net cash flows from/(used in) operating activities		652,514,217
Net increase/(decrease) in cash & Cash Equivalent		652,514,217
Cash and cash equivalents at 1 July	11	1,478,245,240
Cash and cash equivalents at the end of the period	11	2,130,759,458

11. Statement of Comparison of Budget Actual Amounts for the Period Ended September 30, 2024.

Receipt/Payments	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Realization Difference	% of Realization
	a	b	c=(a+b)	d	e=(c-d)	f=d/c%
	Kshs	Kshs	Kshs	Kshs	Kshs	
Revenue						
Exchequer releases	20,855,390,632	-	20,855,390,632	1,706,125,025	19,149,265,607	8%
opening balance re- appropriated	1,000,000,000	-	1,000,000,000	1,478,245,240	(478,245,240)	148%
Other grants	1,296,950,169	-	1,296,950,169	-	1,296,950,169	0%
Return to CRF	-	-	-	157,064	(157,064)	
Own Source Revenue	20,411,926,033	-	20,411,926,033	1,812,320,446	18,599,605,587	9%
Total Revenue	43,564,266,834	-	43,564,266,834	4,996,847,775	38,567,419,059	11%
			-			
Expenses			-			
Transfers to County Executive	40,004,154,998	-	40,004,154,998	2,683,419,107	37,320,735,891	7%
Transfers to County Assembly	3,560,111,836	-	3,560,111,836	169,861,972	3,390,249,864	5%
Total Payments	43,564,266,834	-	43,564,266,834	2,853,281,079	40,710,985,755	7%
Surplus/Deficit	-	-	-	2,143,566,696	(2,143,566,696)	

12. Notes to the Financial Statements

1. General Information

The County Revenue Fund is established by and derives its authority and accountability from Article 207 of the Constitution of Kenya 2010. The Fund is wholly owned by the xxx County Government and is domiciled in Kenya. The Fund's principal activity is xxx.

2. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Accrual-Basis IPSAS financial reporting under the Accrual-Basis of accounting, as prescribed by the PSASB and Section 167 of the PFM Act 2012. The Financial Statements are presented in Kenya Shillings, which is the functional and reporting currency of the Fund, all values are rounded off to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented. The financial statements are prepared on accrual basis while the cashflow statement is prepared using the direct method.

a) Reporting entity

This report relates to financial operations of the County Revenue Fund domiciled at the County Treasury and bank account maintained at Central Bank of Kenya.

b) Revenues

Revenues from non-exchange transactions with are measured at fair value and recognized on obtaining control of the asset, if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the *Entity* and can be measured reliably.

Revenues include funds deposited in the County Revenue Fund pursuant to Article 207 of the Constitution of Kenya and Section 109 of the PFM Act 2012.

Notes to the Financial Statements

c) Budget information

The original budget for the FY was approved by the County Assembly on 26th June, 2024. The revenues collected include Exchequer releases, own source revenue, grants from development partners, proceeds from domestic and foreign borrowings, and other miscellaneous deposits in the County Exchequer Account.

Transfers from the exchequer and own source revenue are 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

d) Expenses

Expenses are based on the County Government Appropriation Act. The exchequer requests are received by County Treasury, which rationalizes the requests based on the available balance, consolidates the requests and forwards them to Controller of Budget (COB) for approval. Once the approval of COB is obtained, the funds are released to the County Assembly and County Executive operational accounts appropriately

3. Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

Revenue Transfers

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

ii. Revenue from exchange transactions

Own Source Revenue

b) Budget information

The original budget for FY 2024/2025 was approved by the County Assembly on xxxx. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Entity upon receiving the respective approvals in order to conclude the final budget. The Entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements.

c) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The Fund does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Significant Accounting Policies

Financial assets

Classification of financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the fund's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect

Notes to the Financial Statements

contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

Notes to the financial statements

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

Impairment

The Fund assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date.

Financial liabilities

Classification

The Fund classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

d) 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

e) Events after the reporting period

There were no material adjusting and non-adjusting events after the reporting period.

Notes to the financial statements

f) Currency

The financial statements are presented in Kenya Shillings (Kshs) are rounded off to the nearest shilling.

Significant Accounting Policies

4. Significant judgments and sources of estimation uncertainty

The preparation of the Fund's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

State all judgements, estimates and assumptions made if any.

5. Exchequer releases

The following is an analysis by revenue type of the receipts collected in the County Revenue Fund:

Description	Period ended Sep - 24
	Kshs.
Equitable Share	1,706,125,025
Total	1,706,125,025

6. Return to CRF

Description	Period ended Sep - 24
	Kshs.
Recurrent Account (County Executive)	1,121
Development Account (County Executive)	153,262
Recurrent Account (County Assembly)	1,101
Development Account (County Assembly)	1,580
Total	157,064

County Government of Nairobi City

County Revenue Fund

Quarterly Report and Financial Statements for the Period ended Sep. 2024

7. Non-Exchange own source revenue

Description	Period ended Sep - 24
	Kshs.
Land rate	196,074,592
Single/Business permits	275,807,390
Physical planning and development	484,385,984
Miscellaneous	898,000
Others	138,157,573
Total	1,095,323,540

8. Exchange Own Source Revenue

Description	Period ended Sep - 24
	Kshs.
Property rent	111,107,698
Parking fees	434,394,048
Market fees	45,981,222
Advertising	118,573,758
Others - Mortuary Fees	6,940,180
Total	716,996,906

Notes to the financial statements

9. Transfers to County Executive

Description	Period ended Sep - 24
	Kshs.
Recurrent Account	2,654,370,857
Development Account	-
Special Purpose Accounts	29,048,250
Total	2,683,419,107

10. Transfers to County Assembly

Description	Period ended Sep - 24
	Kshs.
Recurrent Account	169,861,972
Development Account	
Total	169,861,972

Notes to the financial statements

11. Cash and Cash equivalents

Description	Period ended Sep - 24	1st July 2024
	Kshs.	Kshs.
County Exchequer Account - (CBK Account number 1000171863)	2,130,759,458	1,478,245,240
Total	2,130,759,458	1,478,245,240

12. Receivables from Non-Exchange Transactions

Description	Period ended	
	Sep-24	1st July 2024
	Kshs	Kshs
Receivables	7,740,391	-
Less: impairment allowance	-	-
Net receivables	7,740,391	-

13. Receivables from Exchange Transactions

Description	Period ended	
	Sep-24	1st July 2024
	Kshs	Kshs
Other debtors (non-exchange transactions)	5,066,847	-
Less: impairment allowance	-	-
Total	5,066,847	-

14. Accounts Payable

Description	Period ended	
	Sep-24	1st July 2024
	Kshs	Kshs
Payables to County Executive	-	-
Payables to County Assembly	-	-
Total Accounts Payable	-	-

County Government of Nairobi City

County Revenue Fund

Quarterly Report and Financial Statements for the Period ended Sep. 2024

Notes to the financial statements

15. Disclosure of Balances in Revenue Collection Accounts

County Government Own source revenue is recognized in the financial statements when it has been swiped to CRF. Revenue collection account balances are disclosed as at the end of the reporting period as below.

Name Of Bank, Account No. & Currency	Amount in bank account currency*	Ex. rate (if in foreign currency)	Period ended Sep - 2024	Comparative Period
Co-operative Bank Nairobi City County Revenue Account 01141232396600	Kshs	-	16,264,714.59	
Equity Bank Nairobi City County Revenue Account 1600284509139	Kshs	-	46,795,458.06	

13. Annexes

Annex 1: Analysis of Receipts from The National Treasury Exchequer Releases

Period 2024 - 2025	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total
	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)
Equitable Share	1,706,125,025				1,706,125,025
Total	1,706,125,025	-	-	-	1,706,125,025

Annex 2. Analysis of Receipts from Own Source Revenue per Quarter

(a) Non-Exchange own source revenue

Period 2024 - 2025	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total
	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)
Land rate	196,074,592	-	-	-	196,074,592
Single/Business permits	275,807,390	-	-	-	275,807,390
Physical planning and development	484,385,984	-	-	-	484,385,984
Miscellaneous	898,000	-	-	-	898,000
Others	138,157,573	-	-	-	138,157,573
Total	1,095,323,540	-	-	-	1,095,323,540

*County Government of Nairobi City
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(b) Exchange own source revenue

Period 2024 - 2025	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total
	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)
Property rent	111,107,698	-	-	-	111,107,698
Parking fees	434,394,048	-	-	-	434,394,048
Market fees	45,981,222	-	-	-	45,981,222
Advertising	118,573,758	-	-	-	118,573,758
Others - Mortuary Fees	6,940,180	-	-	-	6,940,180
Total	716,996,906	-	-	-	716,996,906

Annex 3: Analysis of Transfers from the County Revenue Fund

Period 2024 - 2025	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total
	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)
County Executive -Rec	2,654,370,857	-	-	-	2,654,370,857
County Executive -Dev	-	-	-	-	-
County Assembly -Rec	169,861,972	-	-	-	169,861,972
County Assembly -Dev	-	-	-	-	-
Special Purpose A/c (Specify)	29,048,250	-	-	-	29,048,250
Total	2,853,281,079	-	-	-	2,853,281,079