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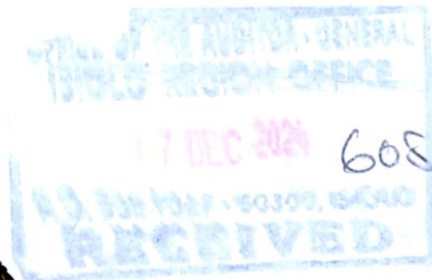
THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF MARSABIT

**FOR THE YEAR ENDED
30 JUNE, 2024**

PAPERS LAID
DATE: 1/3/2025
TABLED BY: Rep. Majority Whip
COMMITTEE:
CLERK AT THE TABLE: Choppo P.



MARSABIT COUNTY ASSEMBLY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

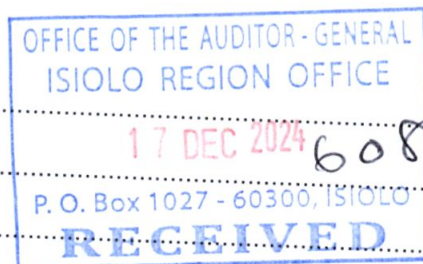
30TH JUNE 2024

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



County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

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1. Acronyms and Glossary of Terms

a) Acronyms

ADP	Annual Development Plan
AIE	Authority to Incur Expenditure
CA	County Assembly
CARA	County Allocation of Revenue Act
CECM	County Executive Committee Member
CE	County Executive
CG	County Government
CIDP	County Integrated Development Plan
CRA	Commission on Revenue Allocation
CRF	County Revenue Fund
CT	County Treasury
IPSAS	International Public Sector Accounting Standards
MCA	Member of County Assembly
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
NT	National Treasury
WB	World Bank
shs	Kenya Shillings
	Certified Public Accountant
	Certified Human Resource Professional

b) Terms

↳	Means the financial year preceding the current financial year.
	Means officers directly involved in management of entity's finances and resources

2. Key Entity Information and Management

(a) Background information

The County is constituted as per the Constitution of Kenya. It is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes 20 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards and 12 nominated Members of County Assembly (MCAs) to represent special interest groups. The MCAs are responsible for making laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

Vision:

To be a leading County Assembly that rises to its constitutional mandate in serving the people of Marsabit County.

Mission:

To facilitate the general growth of the county through objective oversight, effective legislation and good representation.

Core values

The County Assembly espouses the following values:

Unity in Diversity:	We recognize and celebrate the rich diversity of the County, comprising individuals from various communities living and working together in harmony. The Assembly operates with respect and inclusivity to foster unity.
Integrity:	We endeavour to give services to all our clients in an environment of fairness without taking any undue advantage of their vulnerability or abilities.
Teamwork:	We believe in collaborative efforts, where all members work together in unity to achieve shared goals and deliver tangible results.
Impartiality:	We are dedicated to treating all equally regardless of their background, status, or abilities, in the delivery of our services.
Responsiveness:	We strive to act efficiently and effectively, prioritizing timely and quality service delivery to meet the needs of our stakeholders.

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Principal Activities:

The principal activities of Marsabit County Assembly are drawn from its mandate as provided for in the Section 8 of County Governments Act (Cap 265). These activities include:

1. Legislation – Marsabit County Assembly make new laws and amend existing County legislation;
2. Representation – Members of County Assembly are elected representatives of the people and nominated members representing interest of special groups;
3. Oversight – County Assembly oversees execution of budget and checks excesses of County executive;
4. Approval of County budget, development plans and borrowings by the County Government – Marsabit County assembly approves and ensures County budget and development plans including CIDP and ADP are subjected to adequate public participation; and
5. Vetting and approval of nominees for appointment to county public offices – Marsabit County Assembly vets to evaluate suitability of nominees to county public offices and subsequently approve their appointment.

(b) Key Management Team

The County Assembly of Marsabit’s day-to-day management is under the following key management team:

No.	Designation	Name
1.	Speaker of the County Assembly	Hon.Edin Wario
2.	Clerk of the County Assembly	CPA Chare Mato
3.	Deputy Clerk	Mr. Salim Kato
4.	Principal Clerk	Mrs. Christine Kurfa
5.	Director Human Resource and Administration	CHRP Jarso Roba
6.	Director ICT, Research and Hansard	Mr. Gobu Wario Gufu
7.	Head of Procurement Department	Mr. Adan Katelo
8.	Head of Budget Office	Mr. Somo Buke
9.	Head of Accounts	CPA Fredrick Injela
10.	Chief Finance Officer	CPA Lasaru Adisomo
11.	Head of Legal Department	Ms Bokayo Guyo
12.	Head of Internal Audit	Ms Hawa Omar

(c) Fiduciary Management

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

No.	Designation	Name
1.	Accounting Officer- Clerk	CPA Chare Mato Chare
2.	Deputy Clerk	Mr. Salim Kato
3	Chief Finance Officer	CPA Abdirashid Lasaru Adisomo
4.	Director-Human Resource and Administration	CHRP Jarso Roba
5.	Assistant Director-Accounting Services	CPA Fredrick Maleya Injela
6	Head of Procurement Officer	Mr. Adan Katelo Adano
7.	Assistant Director-Legal Services	Ms Bokayo Guyo

Key Entity Information and Management (Continued)

(d) Fiduciary Oversight Arrangements

The County Assembly of Marsabit is established under Article 176 of the Constitution of Kenya and its mandate is to make new laws, changes existing laws, repeals laws that are no longer needed. The County Assembly Service Board ensures that strategic direction is given to management, who are responsible for day to day operations of the Assembly. The assembly has constituted the following committees to assist in the discharge of its mandate.

- i. Budget and Appropriation and Finance and Economic Planning Committee
- ii. County Public Accounts Committee.
- iii. Audit and Risk Committee
- iv. Parliamentary Committee

1. Budget and Appropriation and Finance and Economic Planning Committee Activities.

The budget and finance committee of the Assembly is established under the County Assembly's standing order.

The functions of the Committee shall be:

- 1) To investigate, inquire into and report on all matters related to coordination, control and monitoring of the County budget.
- 2) To discuss and review the estimates and make recommendations to the Assembly.
- 3) Examine the County Budget policy statement presented to the Assembly.
- 4) Examine Bills related to the National budget including, appropriation bills
- 5) Evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlays.

The members of Budget and Finance Committee are:

Sno	Name	Position
1	Hon.Daud Tamasot	Chairperson
2	Hon.Halkano Rare	Vice Chairperson
3	Hon.Buke Diba	Member
4	Hon.Musa Emojo	Member
5	Hon.Diram Hussein	Member
6	Hon.Hadija Ibrahim	Member
7	Hon.Miriam Mindisayo	Member
8	Hon.Mohamed Isaack	Member
9	Hon.Edin Adi Dida	Member

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2. County Public Accounts Committee.

The County Public Accounts and Investments Committee of the Assembly is established under the County Assembly's Standing Orders.

The Public Investments and Accounts Committee shall be responsible for-

- (a) The examination of the accounts showing the appropriations of the sum voted by the County Assembly to meet the public expenditure and of such other accounts laid before the County Assembly as the Committee may think fit.
- (b) The examination of the reports, accounts and workings of the county public investments.
- (c) The examination, in the context of the autonomy and efficiency of the county public investments, whether the affairs of the county public investments, are being managed in accordance with sound financial or business principles and prudent commercial practices.

The Committee is composed of:

Sno	Name	Designation
1	Hon. John Boru	Chairperson
2	Hon. Danila Lenatiyama	Vice Chairperson
3	Hon. Amos Wako	Member
4	Hon. Sadia Osman Araru	Member
5	Hon. Josephine Leado	Member
6	Hon. Darare Gonche	Member
7	Hon. Kiya Jillo	Member
8	Hon. Huka Galgallo	Member

3. Audit and Risk Committee

The committee has been formed to review the reports and risk management for the assembly in line with the existing laws and regulations. The committee comprises of the following members;

S/No	Name	Designation
1	Dr. CPA Mohamed Shanno	Chairperson
2	Maria Lekoloto	Member
3	Habiba Jillo	Member

4. Parliamentary Committee

The senate plays an oversight role by ensuring prudent management of public funds at the county level.

(e) Headquarters

County Assembly Building
P.O. Box 29-60500
Marsabit, Kenya

(f) Contacts

E-mail: info@countyassemblyofmarsabit.co.ke
Website: www.countyassemblyofmarsabit.co.ke
Facebook: County Assembly of Marsabit
X: @mbtassembley
YouTube: Marsabit County Assembly

(g) Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Equity Bank Limited
Marsabit Branch
PO Box 331-60500
Marsabit, Kenya

(h) Independent Auditor

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

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NAIROBI, KENYA

(i) Principal Legal Adviser

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

(j) Legal Counsel

PO Box 29-60500
Marsabit, Kenya

3. Governance Statement

The County Assembly

The County Assembly is constituted by the MCAs of Marsabit County Assembly. It is headed by the Speaker who is elected by the MCAs. The speaker is also the chairperson of the County Assembly Service Board while the County Assembly clerk is the secretary to the Board.

Section 10 (4) of the County Governments Act, 2012 provides that a county assembly shall observe the following order of precedence.

- a) The speaker of the County Assembly.
- b) The leader of the majority party; and
- c) The leader of the minority party.

The Roles of the county assembly are outlined in Section 8 of the County Governments Act (Cap.265) and they include:

- a) Vet and approve nominees for appointment to county public office as may be provided for in this Act or any other law.
- b) Perform the roles set out under Article 185 of the Constitution.
- c) 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.
- d) Approve the borrowing by the County Government in accordance with Article 212 of the Constitution.
- e) Approve county development planning; and
- f) Perform any other role as may be set out under the Constitution or legislation.

The County Assembly executes its mandate, through committees which are broadly classified into two.

a) Select Committees

Select committees are generally responsible for overseeing the work of government departments and agencies.

b) Sectoral Committees

The mandate of Sectoral Committees is in respect to the subject matter assigned by the Standing Orders and is exercised within the limits contemplated under Part 2 of the Fourth Schedule to the Constitution.

The County Assembly has 21 Select and Sectoral committees, but the key ones are as follows:

- a) Committee of Powers and Privileges
- b) Committee on Administration, Coordination of County Affairs and ICT
- c) Public Accounts/Investment Committee
- d) Budget and Appropriations Committee Budget and Appropriations Committee

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a. Committee of Powers and Privileges

There is established committee known as the Committee of Powers and Privileges consisting of the Speaker, who shall be the chairperson of the Committee; and such other members of the county assembly as may be provided in the Standing Orders of the county assembly. The functions of the Committee of Powers and Privileges shall be to inquire into the conduct of a member whose conduct is alleged to constitute a breach of privileges accorded to the county assembly members by any legislation or standing orders and perform such other functions as may be specified by enabling legislation. The committee held 20 meetings in FY 2023/2024. The committee members during FY 2023/2024 were:

Member	Designation	Ward
Edin Wario	Chairperson	Speaker
Omar Apicha	Vice-Chairperson	Deputy Speaker
Christopher Matahdere	Member	Kargi/North Horr
Danila Ntalason	Member	Nominated
Hadija Kontoma	Member	Nominated
Miriam Chawle	Member	Nominated
Huka Gallgallo	Member	Torbi/Bubisa
Tura Ruru	Member	North Horr
Jacob Elisha	Member	Marsabit Central Ward

b. Committee on Administration, Coordination of County Affairs and ICT

There is established committee known as the Committee on Administration, Coordination of County Affairs and ICT consisting of the chairperson of the Committee; and such other members of the County Assembly as may be provided in the Standing Orders of the county Assembly. The functions of the Committee on Administration, Coordination of County Affairs and ICT shall be to ensure and coordinate the participation of the communities and locations to develop administrative capacity for effective exercise of actions and powers and participations in Governance at the local level, Administration of law and justice, including working and collaborating with national Government on security matters.

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The committee held 24 meetings in FY 2023/2024. The committee members during FY 2023/2024 were:

Member	Designation	Ward
Hon. Joseph Leruk	Chairperson	Karare Ward
Hon. Tura Ruru	Vice Chairperson	North Horr Ward
Hon. Dida Omar	Member	Butiye Ward
Hon. Burcha Daniel	Member	Laisamis Ward
Hon. Jamens Korie	Member	Illeret Ward
Hon. Hindia Salat	Member	Nominated
Hon. Adano Boru	Member	Dukana Ward

c. Public Accounts/Investment Committee

The committee was formed to provide oversight on the County's finances. The committee held quarterly mandatory meetings during the year. Additionally, it also held 10 extra sittings to deal with arising matters. The members who served in the committee during the year were:

Member	Designation	Ward
Hon. John Boru	Chairperson	Sololo Ward
Hon. Danila Lenatiyama	Vice Chairman	Nominated- Rep: Minority Group
Hon. Amos Wako	Member	Sagante Jaldesa Ward
Hon. Sadia Osman Araru	Member	Nominated –Rep : Gender Top up
Hon. Josephine Leado	Member	Nominated – Gender Top up
Hon. Darare Gonche	Member	Nominated – Gender Top up
Hon. Kiya Jillo	Member	Nominated –Rep : Youth
Hon. Huka Galgallo	Member	Turbi/Bubisa

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d. Budget and Appropriations Committee

The budget and appropriations committee provides guidance in the budgetary process. It is charged with the budget making process and ensuring that there is public participation in the budget process. The members who served in the committee during the period were:

Member	Designation	Ward
Hon.Daud Tamasot	Chairperson	Korr/Ngurunit Ward
Hon.Halkano Rare	Vice Chairperson	Obbu Ward
Hon.Buke Diba	Member	Maikona Ward
Hon.Musa Emojo	Member	Loiyangalani Ward
Hon.Diram Hussein	Member	Nominated
Hon.Hadija Ibrahim	Member	Nominated
Hon.Miriam Mindisayo	Member	Nominated
Hon.Mohamed Isaack	Member	Moyale Township
Hon.Edin Adi Dida	Member	Golbo Ward

Communication with all Stakeholders

The County Assembly is committed to ensuring that all its stakeholders are provided with full and timely information about its programmes and performance. The public are engaged through local radio stations, websites and other social media platforms such as Facebook, Tik Tok, Youtube and X.

They are also given an opportunity to give feedback. In this regard, the County Assembly holds regular public participation forums in all four (4) Sub Counties where the different stakeholders were invited for information sharing. This communication is important in ensuring that stakeholder expectations are aligned to the County Assembly's service delivery charter.

During the year County Assembly subjected five (5) bills through public participation out of which three (3) were enacted. These are:

- a) Marsabit County Finance Bill, 2023
- b) Marsabit County Appropriation Bill 2023/24
- c) Marsabit County Supplementary Bill 2023/2024

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The following bills were passed by County Assembly, were not assented to by the Governor and are awaiting publication for it to come into force. These are:

- a) Marsabit County Ward Equitable Development Bill, 2024
- b) Marsabit County Disaster Risk Management Bill, 2023

Compliance

The County Assembly of Marsabit is guided by relevant laws and regulations that govern its operation. These include:

- a) The Constitution of Kenya
- b) County Governments Act (Cap. 265)
- c) County Assembly Services Act 2017 (Cap. 265D)
- d) Public Finance Management Act 2012 and its Regulations 2015 (Cap.412A)
- e) Public Procurement and Asset Disposal Act (Cap. 412C)
- f) Public Audit Act (Cap. 412B)
- g) Employment Act (Cap. 226)
- h) Income Tax Act (Cap.470)
- i) Value Added Tax Act (Cap. 476)
- j) Insurance Act (Cap.487)

The County Assembly prepares and submits relevant reports to various institutions of oversight in time.

4. Foreword By the Clerk of The Assembly

(i) Budget performance

During the Financial year ended 30th June 2024, the Assembly had a total budget of Kshs 1,316,701,080 comprising of recurrent of Kshs 791,217,081 and development of Kshs 525,483,999. Included in the budget is pending bills totalling to Kshs 266,083,989 carried forward from previous financial years. The budget for recurrent and development was 99% and 19% funded respectively by the National Treasury.

During the year the County Assembly received Kshs 790,316,100 (99%) for recurrent budget and Kshs 101,539,146 (19%) for development budget. The Assembly spent Kshs 790,306,649 on recurrent expenditure and Kshs 99,846,804 on development expenditure.

The unspent balances of Kshs 9,451 for recurrent budget and Kshs 1,692,342 for development was surrendered to County Revenue Fund Account as per the PFM Act.

1. Budget performance by Sub-Programme

A) Programme 1: General Administration Support Services.

The objective of this Sub-Programme is to facilitate the members of staff and members of the assembly in carrying out their roles. The sub-programme was allocated Kshs 306,293,668 representing 23% of the overall approved budget. The sub-programme expenditure was Kshs. 306,293,668 translating to an absorption rate of 100%.

B) Programme 2: Legislative and Oversight

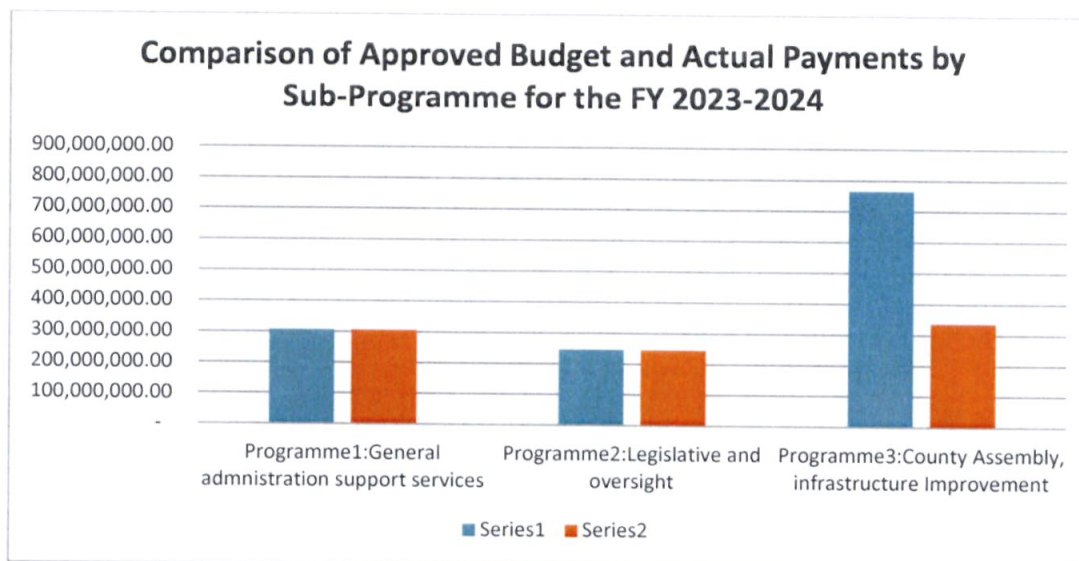
The objective of this Sub-Programme is to facilitate Members of the County Assembly in carrying out their legislative, oversight and representation mandates.

The sub-programme was allocated Kshs 245,672,413 representing 19% of the overall approved budget. The sub-programme expenditure was Kshs.245,672,413 translating to an absorption rate of 100%.

C) Programme 3: County Assembly Infrastructure Improvement

The objective of this sub-programme is to improve infrastructure for an efficient legislative process and effective service delivery. The sub-programme was allocated Kshs 764,734,999 representing 58% of the overall approved budget. The sub-programme expenditure was Kshs.338,187,372 translating to an absorption rate of 44% . This was attributed by non-completion of most of the development projects during the year.

Figure 1: Comparison of Approved Budget and Actual Payments by Sub-Programme for the FY 2023-2024



2. Budget Execution by Economic Classification

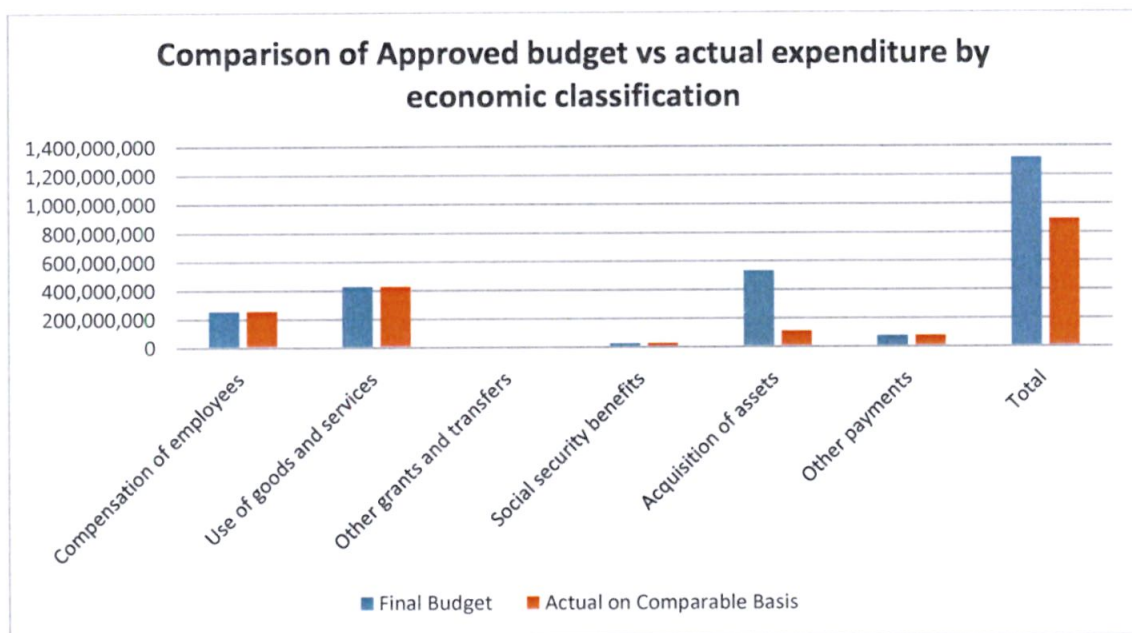
Budget Execution by Economic Classification for the FY2023/24 is as shown below

Receipt/expense item	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	Absorption Rate(%)
Payments				
Compensation of employees	251,669,199	251,669,199	-	100
Use of goods and services	425,638,598	424,728,166	910,432	99
Other grants and transfers	5,500,000	5,500,000	-	100

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Social security benefits	23,917,735	23,917,735	-	100
Acquisition of assets	532,850,782	107,213,597	425,637,185	20
Other payments	77,124,756	77,124,756	-	100
Total	1,316,701,070	890,153,453	426,547,617	-

Figure 2: Comparison of Approved Budget and Actual Payments by Economic Classification for the FY 2023-2024



(ii) Operational Performance

The original budget for the FY2023/24 was debated and passed by the County Assembly of Marsabit on 2nd August 2023, and the supplementary budget was passed on 29th November 2023.

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The County Assembly passed the following bills during the year ended 30th June 2024.

Sno	Description	Date Passed	Bill/Act	Expected Benefit
1.	Marsabit County Disaster Risk Management Bill,2023	November 2023	Act	Funds are set aside to respond to any disaster
2.	Marsabit County Finance Bill, 2023	April 2024	Act	Raise own source to finance budget
3.	Marsabit County Appropriation Bill 2023/24	June 2024	Act	Allow the county spend
4.	Marsabit County Supplementary Bill 2023/2024	November 2023	Act	Authority to realign expenditure priorities
5.	Marsabit County Ward Equitable Development Bill, 2024.	May 2024	Bill	Set aside utilization funds for wards development equitably

-The County Assembly of Marsabit has 21 committees namely:

Sno	Committee Name	Mandate	Success
1.	Budget and Appropriation and Finance and Economic Planning Committee	Oversee public finance, economic policies and county budgeting process	Budget Passed Annual Development Plan passed
2.	Lands Energy and Urban Development Committee	Oversee the integration and sustainable management of land use, energy resources and urban growth	Passed Bill upgrading Moyale sub county to Municipality status

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3.	Trade, Industry and Enterprise Development Committee	Trade development and regulation, including markets, trade licenses (excluding regulation of professions), fair trading practices, and cooperative societies.	Report on benchmarking trip to Samburu County on Carmel Derby. Project inspection
4.	Education, Skills Development, Youth and Sports Committee	Enact and oversee County policies aimed at improving quality, accessibility and equity of early childhood education. Sharpening future of county workforce, youth engagement and sports development programmes	Project inspection
5.	Administration, Coordination of County Affairs and ICT Committee	All matters related to ensuring and coordinating the participation of communities and locations in governance at the local level and assisting communities and locations to develop administrative capacity for the effective exercise of the functions and powers and participation in governance at the local level; administration of law and justice. Including working and collaborating with national government on security matters and County Public Service Board.	<ul style="list-style-type: none"> • DRM Bill, 2023 • Marsabit County Equitable Development Bill, 2024
6.	Water, Environment and Natural Resources Committee	Water distribution, management, regulation; implementation of specific national government policies on natural resources and environmental conservation, including soil and water conservation and forestry and control of air pollution, noise pollution, other public nuisances and outdoor advertising including refuse removal, refuse dumps and solid waste disposal.	<ul style="list-style-type: none"> • Marsabit County Climate Change adaptation plan, 2022-2027 • Amendment of water Bill, 2015 • Project inspection

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7.	Agriculture, Livestock and Fisheries Committee	All matters related to agriculture, including crop and animal husbandry, livestock sale yards, county abattoirs, plant and animal disease control and fisheries and veterinary services excluding regulation of profession.	<ul style="list-style-type: none"> • Report on inter-governmental agreement on Donor Funded projects in the department. • Project inspection
8.	County Public Accounts and Investments Committee	<p>The Committee shall be responsible for-</p> <p>a) the examination of the accounts showing the appropriations of the sum voted by the County Assembly to meet the public expenditure and of such other accounts laid before the County Assembly as the Committee may think fit.</p> <p>b) the examination of the audit reports, accounts and workings of the county public investments; the examination, in the context of the autonomy and efficiency of the county public investments, whether the affairs of the county public investments, are being managed in accordance with sound financial or business principles and prudent commercial practices</p>	<ul style="list-style-type: none"> • consideration of Auditor General's report, 2020/2021 • consideration of Auditor General's report, 2021/2022 • Emergency fund report 2020/2021 • Emergency fund report 2021/2022 • Education fund report 2020/2021
9.	Trade, Tourism, Industry & Enterprise Development	Trade development and regulation, including markets, trade licences (excluding regulation of professions), fair trading practices, and cooperative societies.	<ul style="list-style-type: none"> • Report of benchmarking trip to Samburu County on Carmel Derby • Project inspection
10.	Security Committee	<p>consider all matters related to county security.</p> <p>study the programme and policy objectives on the county security, police services, home affairs, Public Administration, Public Service, Prisons, Immigration and the management of natural disasters, community</p>	Liased with County security team on various occasion on security issues in Marsabit

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		services order and prepare briefs and reports for consideration by the County Assembly;	
11.	Transport, Roads, Housing and Public Works Committee	All matters related to county transport, including county roads, street lighting, traffic and parking, public road transport and ferries and harbours, excluding the regulation of international and national shipping and matters related thereto; county public works and services including storm water management systems in built-up areas and water and sanitation services.	<ul style="list-style-type: none"> • Report of road inspection • Project inspection
12.	Delegated County Legislation and Justice and Legal Affairs Committee	<p>The Committee shall consider in respect of any statutory instrument whether it-</p> <p>(a) is in accord with the provisions of the Constitution, the Act pursuant to which it is made or other relevant written law;</p> <p>(b) infringes on fundamental rights and freedoms of the public;</p> <p>(c) contains a matter which in the opinion of the Committee should more properly be dealt with in an Act of the County Assembly</p>	<ul style="list-style-type: none"> • Amendment of Mortgage and Car Loan Act • Reviewed Bills passed
13.	Inter County Relations Committee	<p>(a) monitor and promote measures relating to policy and program initiatives in pursuit of peace and inter-county cohesion;</p> <p>(b) enhance the role and involvement of the County Assembly in intensification and development of the inter-county programmes investigate, inquire into and</p>	Enhanced relationship between Marsabit and Isiolo pastoralists through engagement.

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		report on all matters relating to inter-county conflicts	
14.	Health Services Committee	All matters related to county health services, including, in particular county health facilities and pharmacies, ambulance services, promotion of primary health care, licensing and control of undertakings that sell food to the public, veterinary services (excluding regulation of the profession), cemeteries, funeral parlours and crematoria , sewerage and sanitation services.	<ul style="list-style-type: none"> • Project inspection • Pre-publication scrutiny for CHS Bill, 2024
15.	Powers and Privileges and Procedure and Rules Committee	<p>The County Assembly Powers, and Privileges and Procedure and Rules Committee shall consider and report on all matters relating to these Standing Orders.</p> <p>The County Assembly Powers and Privileges, and Procedure and Rules Committee may propose amendments to these Standing Orders and any such amendments shall upon approval by the County Assembly, take effect at the time appointed by the County Assembly.</p>	<ul style="list-style-type: none"> • Developed Speaker's rules • Disciplining Members
16.	House Business Committee	<p>Prepare and, if necessary, from time to time adjust the County Assembly Calendar with the approval of the County Assembly.</p> <p>Monitor and oversee the implementation of the County Assembly Business and programmes.</p>	<ul style="list-style-type: none"> • Approval of House calendar • Scheduling of Committee reports for tabling • Approval of Businesses on the Order paper and weekly schedule

County Assembly of Marsabit

Annual Report and Financial Statements For the year ended 30th June 2024

		Implement the Standing Orders respecting the scheduling or programming of the business of the County Assembly and the functioning of the Committees of the County Assembly.	<ul style="list-style-type: none"> Scheduling of Members statements and Motions.
17.	Liaison Committee	This committee comprises of chairs of all the committees.	Ensuring cohesion in the operations of all the committees.
18.	Vetting Committee	The Committee on Vetting and Appointments shall consider, for approval by the County Assembly, appointments under Articles 179(2) (b) of the Constitution as read with Section 45 of the County Government Act, 2012 and the Public Appointments (Parliamentary Approval) Act, 2011.	
19.	Speakers Panel Committee	The Committee shall consider and resolve all matters relating to, and affecting the welfare of the Members of the County Assembly and other related matters thereto, except matters under the general mandate of the Committee of Powers and Privileges and Procedure and Rules.	<ul style="list-style-type: none"> Taken care of the welfare of the Members
20.	Equal Opportunities Committee	All matters relating to labour, trade union relations, manpower or human resource planning, gender, and County Public Service.	
21.	Implementation Committee	The Committee shall scrutinize the resolutions of the County Assembly (including adopted committee reports), petitions and the undertakings given by the County Executive Committee and examine – whether or not such decisions and undertakings have been implemented and	<ul style="list-style-type: none"> Track house resolution and ensure its implementation

		<p>where implemented, the extent to which they have been implemented; and whether such implementation has taken place within the minimum time necessary; and whether or not legislation passed by the County Assembly has been operationalized and where operationalized, the extent to which such operationalization has taken place within the minimum time necessary.</p>	
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Functions of the County Assembly committees

1) Legislative Function

- a) Prepares legislative proposals.
- b) Guides debate during the processing of Bills during the Second Reading and Committee of the Whole Assembly

2) Budget Making Process

- a) Scrutinize Budget estimates and budget documents and make appropriate recommendations.
- b) Monitors budget performance of the assigned Sectors

3) Oversight Role

- a) Ensure efficiency and effectiveness of the assigned Sectors by inquiring and reporting on all matters relating to the assigned Sector.
- b) Ensure that the relevant Sector/ Department accounts on its expenditure.
- c) Consider reports of the Auditor-General.
- d) Vets nominees to be appointed to various public offices within the County as required by the law.

4) Representation Role

- a) Ensure public participation in their activities.
- b) Address issues raised by the public.
- c) Considers public petitions.

(iii) Performance of key development projects

In the Financial year that ended 30th June 2024, Marsabit County Assembly undertook several development projects aimed at enhancing effectiveness of service delivery to the citizens. These projects range from mega multi-year projects implemented at the headquarter including modern chamber, speaker's residence and solar car pot to construction and equipping of 13 ward offices. Completion of these projects will not only improve operations and service delivery but also take services closer to the intended citizen.



On going construction of ultra-modern chamber for the County Assembly of Marsabit.



Completed Sololo ward office implemented during the financial year.



On going construction of Speaker's residence in Karatina, Marsabit Central ward.

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

(iv) Comment on value-for-money achievements

In the implementation of its projects and programmes, Marsabit County Assembly ensures compliance with County Integrated Development Plan, Annual Development Plan, Annual Appropriation Act as well as procurement guidelines with a focus to ensure value-for-money is achieved. This is achieved through close monitoring by ad hoc Contract Implementation Teams (CIT) and supervision by officers from public works department as general oversight from Management and Members of County Assembly. These independent teams ascertain that programmes and projects have adequate budget, meet required standards and are serving the intended purpose.

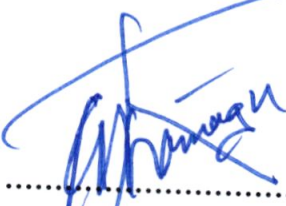
(v) Challenges and Recommended Way Forward

During the reporting period, the challenges encountered were:

- a) Delayed disbursements from the exchequer.
- b) Delayed implementation of development projects leading to huge pending bills.
- c) Frequent breakdown of IFMIS system, hence affecting program implementation.
- d) Poor network connectivity

Recommendations

- a) The National Treasury should endeavour to timely release funds from the exchequer to counter rise of pending bills and unpaid commitments.
- b) Fast-tracking of procurement process to ensure tendering documents are prepared in time as well as close monitoring of project implementation by Contract Implementation Team.
- c) The County Assembly of Marsabit did an installation of a reliable and stable network to counter challenges posed by IFMIS system.



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Name: CPA Chare Mato Chare

Clerk of the County Assembly

4A Marsabit County Assembly Service Board

1. The mandate of the Board.

The mandate of the Marsabit County Assembly Service Board as stipulated in section 11 of the County Assemblies Services Act (Cap.265D) shall be to (1) (a) direct and supervise the administration of the services and facilities provided by, and exercise budgetary control over, the Service; (b) determine and review terms and conditions of service of persons holding or acting in the offices of the Service; (c) initiate, co-ordinate and harmonize policies and strategies relating to the development of the Service; (d) initiate programmes- (i) for training and capacity building of members of staff of the county assembly and other persons; (ii) that promote ideals of parliamentary democracy as set out in Article 127(6)(d) of the Constitution; and (iii) that promote public awareness and participation in the activities of the county assembly; and (e) do such other things as may be necessary for the well-being of the members and staff of the county assembly. (2) In the performance of its functions under this Act, the Board shall apply- (a) the national values and principles of governance set out in Article 10 of the constitution; and (b) the values and principles of public service set out in Article 232(1) of the Constitution.

1. There shall be a service to be known as the County Assembly Service.
2. The Service shall be an institution of exemplary administrative and technical competence.
3. In the performance of their functions, employees of the Service shall not seek or receive directions from any source external to the Service.
4. Every member of the County Assembly shall respect the non-partisan and apolitical character of the Service and shall not seek to influence employees of the Service in the discharge of their functions.

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

The Marsabit County Assembly Service Board comprise of the following members:

CASB-REPRESENTATION BY GENDER AND REGION			
Name	Position	Gender	Region
Hon. Edin Dida Wario	Chairpeson	Male	Moyale
Hon. Bernard Leakono	Majority Leader	Male	Laisamis
Hon. Halkano Konso	Minority Leader	Male	Moyale
Mr. Mohamud Kamaya	External Board Member	Male	Laisamis
Mrs. Rahma Dalacha	External Board Member	Female	Saku
CPA Chare Mato Chare	Secretary	Male	Saku



Newly sworn in Members of the County Assembly Service Board (CASB)

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

5. Statement of Performance Against County Assembly Predetermined Objectives

Guidance

Section 164 (2) (f) of the Public Finance Management Act 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 includes a statement of the county government entity's performance against predetermined objectives.

The key mandate of the County Assembly of Marsabit is legislation, oversight, and representation. To achieve this, the assembly's program was documented in terms of objective, key performance indicators, and output. Below were the expected outputs of the assembly in FY 2023/2024.

Programme	Delivery Unit	Key Outputs (KO)	Key Performance Indicators (KPIs)	Target
Programme 1: General Administration support services				
SP 1.1	CASB	Well remunerated employees	Employees satisfaction	All Staff
	Human resource and directorate	Effective Assembly staff	Well trained staff and MCAs	5 training for each. Both staff and MCAs
	Human resource and directorate	Motivated Assembly Staff	Staff and MCAs salaries paid	Timely payments every month
SP 1.2	Finance Directorate	Efficient Assembly Services	Purchase and supply of office supplies and other services	All Staff , MCAs and support services
Programme 2: Legislature and oversight services				
SP 2.2:	Clerk Office	Hansard reports on plenary session's availability to the public Availability of Assembly committees to the public	Hansard Report Publication Committee minutes prepared and filed.	All Hansard Reports available in hard copies & soft copies. All Committee minutes availed weekly
SP 2.3	Clerk Office	Cars and houses for MCAs	Mortgage and car loans issued	Cars and houses for 33 MCAs and Speaker
SP 2.4	Clerk Office	Vehicle Reimbursement	Reimbursement to MCAs	33 MCAs and Speaker

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

SP 2.5	Clerk Office	Trained, informed and effective MCAs and staff	No. of trainings conducted	3 for each staff and 4 for each MCA
SP 2.6	Clerk Office	Involve public fully in policy making	Ward Visits	Eight (8) Ward visits
SP 2.7	Clerk Office	County Development	Public participation attendance lists and budgets and bills	Involve 10,000 Stakeholders in public participation.

Programme 3: County Assembly Infrastructure Improvement

S.P 3.12	CASB	Improve transport	Motor vehicles well maintained.	8
S.P 3.13	CASB	ICT infrastructure improvement	ICT networked Offices	100% networked office
S.P 3.14	CASB	Improve efficiency	Construction ongoing	All staff, MCAs and ward staff
S.P 3.15	CASB	ICT infrastructure maintenance	Maintenance done	Well maintained
S.P 3.16	CASB	Service machinery	Maintenance done	5
S.P 3.17	CASB	Improve efficiency	Pay utility bills	All bills paid
S.P 3.18	CASB	Legislative efficiency	Printing bills and other documents	All bills printed 9
S.P 3.20	CASB	Improved efficiency	Insurance cover for staff, MCAs and Assembly Vehicles	All staff, MCAs and Assembly properties
S.P 3.21	CASB	Lap tops and computers for all offices	Lap tops and computers bought	All staff
S.P 3.22	CASB	Improve infrastructure	Fuel, lubricants and tyres for all assembly vehicles	8 Vehicles
S.P 3.23	CASB	Management efficiency	Legal fees, contracted professional charges and bank charges	All charges paid
S.P 3.24	CASB	Salary for ward office staff, rents and bill payment and other operating expenses	Smooth running of ward offices	33
S.P 3.25	CASB	Uniformed staff and pest control	Uniforms purchased and Assembly Premises fumigated	County Assembly Building and staff
S.P 3.26	CASB	Upholding professionalism	Payment to professional bodies	Professional bodies

**County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024**

S.P 3.28	CASB	Improve efficiency	No. of offices refurbished and built	59 offices and Conference room
S.P 3.29	CASB	Pension and gratuity paid	Remittance to pension providers	All MCAs, Speaker, staff and ward office staff
S.P 3.30	CASB	Improve infrastructure	No. of Vehicles purchased	One (1)
S.P 3.31	Clerk	Improved performance	Research paper	4 per year
S.P 3.32	Clerk	Payment of pending bills for Recurrent	Pending bills paid	All pending bills for recurrent
S.P 3.33	Clerk	Payment of pending bills for Development	Pending bills paid	All pending bills for development

6. Corporate Social Responsibility Statement/Sustainability Reporting

a) Sustainability strategy and profile -

Marsabit County Assembly has made various sustainable efforts that focus on service delivery to the citizen.

The strategic area of focus for service delivery includes but not limited to:

- a) Legislative Services
- b) Oversight Role
- c) Committee Services
- d) Staff Management and development
- e) Physical infrastructure development
- f) Financial Resource Management
- g) Application of ICT in all our processes.

b) Environmental performance

Marsabit County Assembly works towards the Health and Safety measures that aims at prevention and protection of officers against accidents and occupational hazards arising at workplace as well as reduce the environmental impact of the institution activities and products.

The Assembly has put in place measures to prevent and mitigate against accidents, explosions, fire, floods, earthquakes, bomb threats and prepared procedures to be followed in such events. We have a Fire assembly point in the event of fire and the employees have been briefed on its importance.

Following the directive from the president, the County Assembly of Marsabit has participated in tree planting during the financial year in various wards including Sololo and North Horr Wards.

The Assembly has contracted a service provider on management of waste and also put in place a bio digester.

**County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024**



County Assembly has fully gone dependant on green energy by setting up Solar Car pot at the its HQ.



The Leadership of the County Assembly participated in tree planting activities within the County on World Environment Day on 05th June 2024.

c) Employee welfare

Employees are the most important asset of the County Assembly. The Assembly endeavours to create conducive working environment where each employee feels valued as a member of the team. The Assembly trains staffs to enhance their skills in order improve their productivity. The Assembly facilitates those staff subscribing to professional bodies to attain CPDs and be in good standing.

The Assembly complies with public service commission guidelines and policies that emphasize on a third gender rule in hiring and other human resource process including rewarding and promotions. A member of the audit committee and a staff has also been recruited based on requirements of Persons with disability (PWD's).



The Assembly also provides Medical Cover to the Members and Staffs to cater for their wellbeing and for their families.

d) Market place practices-

The Assembly has put in place the following practice with respect to:

I. Responsible Supply chain and supplier relations

The Assembly is guided by the provisions of the Public Procurement and Assets Disposal Act, 2015. Marsabit County Assembly as a corporate citizen has always been guided by various rules and regulations.

All procurement related issues are published through supplier portals to give fair competition to suppliers following guidelines from PPOA and PFM ACT 2012

II. Responsible ethical practices

The Assembly has a code of conduct policy that guides its day to day operations.

III. Stewardship of goods and services

The County Assembly of Marsabit adheres to the best practices in service delivery and management of its assets by ensuring that necessary safeguards to their protection are in place.

e) Community Engagements-

The County Assembly continually engages the public through public participations in delivering its mandate and responsibilities. All bills, programmes and projects go through adequate public participation before being enacted. Further, after enactment, the public are sensitized through local radio stations and other social media platforms.

7. 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, 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 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.

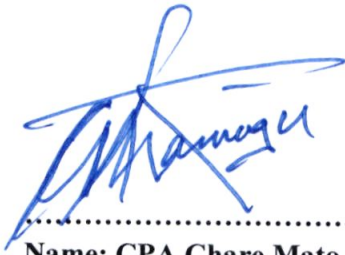
The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that 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, 2024, 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 year under audit were used for the eligible purposes for 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.

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

Approval of the financial statements

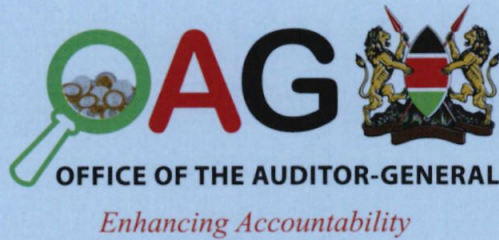
The County Assembly's financial statements were approved and signed by the Clerk of the County Assembly on 13th August 2024



.....
Name: CPA Chare Mato Chare
Clerk of the County Assembly

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF MARSABIT FOR THE YEAR ENDED 30 JUNE, 2024

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 the 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 Marsabit set out on pages 1 to 31, which comprise of the statement of financial assets and liabilities

Report of the Auditor-General on County Assembly of Marsabit for the year ended 30 June, 2024

as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts 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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Assembly of Marsabit as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the County Governments Act, 2012.

Basis for Qualified Opinion

Non-Disclosure of Retentions Deductions Amount

The statement of financial statement and liabilities and as disclosed in Note 8 to the financial statements reflects an amount totalling Kshs.1,701,792 in respect to bank balances. However, review of the project file for the proposed construction of chambers for the Assembly revealed that twelve (12) certificates had been issued to the contractor and an amount of Kshs.13,346,380 had been withheld as retentions amount. This amount has not been disclosed in financial statements. Further, the Assembly had not opened an account for the retention money and supporting documents including retention account bank statements, cashbook, bank certificate and bank reconciliations were not provided for audit review.

In the circumstances, the accuracy and completeness of bank balances totaling Kshs.1,701,792 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the County Assembly of Marsabit Management in accordance with ISSAI 130 on the 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.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects a final receipts budget of Kshs.1,316,701,070 and actual receipt of Kshs.891,855,245 resulting to underfunding of Kshs.424,845,825 or 32% of the budget. Similarly, the statement reflects total actual expenditure of Kshs.890,153,452 against actual receipts of Kshs.891,855,255 resulting to an under-utilization of Kshs.1,701,793 of the actual receipts.

The underfunding affected the planned activities and may have impacted negatively on service delivery to the public.

2. Long Outstanding Accounts Payables

Note 1 under other disclosures reflects pending accounts payables balance of Kshs.426,547,627 as disclosed in Annex 1. The amount includes balance brought forward of Kshs.275,801,070 and additional bills of Kshs.218,829,627 incurred during the year under review out of which bills totalling Kshs.69,083,080 were paid. Further, ageing analysis of accounts payables were not provided and the date of invoicing of the bills were not disclosed in Annex 1.

Further, failure to settle bills during the year to which they relate distorts the financial statements and adversely affects the budgetary provisions for the subsequent years as they form a first charge.

My opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the previous audit report several issues were raised under Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Control, Risk Management and Governance. However, although the Management has indicated that some of the issues have been addressed, the matters remained unresolved as the Senate and County Assembly had not met to deliberate on the issues.

Other Information

Management is responsible for the other information set out on page ii to xxxviii which comprise of Key Entity Information and Management, The Governance Statement, Foreword by the Clerk County Assembly, Marsabit County Service Board, Statement of Performance Against Predetermined Objectives, Environmental and Sustainability Reporting and the Statement of Management responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Marsabit County Assembly's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

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 effect of 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. Non-Compliance with the One-Third of Basic Salary Rule

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects a balance of Kshs.251,669,199 in respect of compensation of employees. However, examination of the payroll records revealed that four (4) employees earned a net salary of less than a third (1/3) of the basic salary contrary to Section 19 (3) of the Employment Act, 2007 which states that the total amount of deduction of the wages of an employee shall not exceed two thirds (2/3) of such wages.

In the circumstances, Management was in breach of the law.

2. Wasteful Expenditure - Report Writing on Projects Inspection in Isiolo

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects a balance of Kshs.424,728,165 on goods and services which includes Kshs.116,357,475 in respect to domestic travel and subsistence. This further includes amount totalling Kshs.4,039,000 paid as facilitation to members of staff for report writing event between date 8 and 12 November, 2023 in Isiolo. This was contrary to the National Treasury Circular No. 20/2015 of 4 November, 2015 Part (vi) (12) which stipulates that in order to curtail expenditure on workshops and retreats, accounting officers are required to ensure that all workshops and retreats with majority of participants drawn from one duty station are held within the precincts of the duty station.

In the circumstances, Management was in breach of the law.

3. Delayed Completion of the Construction of Chambers

Note 6 to the financial statements reflects a balance of Kshs.107,213,597 in respect to acquisition of assets which includes construction of buildings balance of Kshs.99,846,804 which further includes Kshs.8,132,892 being certificate number 12 paid to a local construction company for the construction of chambers for the County Assembly of Marsabit.

Review of construction records revealed that the County Assembly awarded the tender to a firm at a contract sum of Kshs.344,205,660 for a period of seventy (70) weeks. The Chambers was to be completed by 28 August, 2019; however, it was still in progress as at October 2023, four (4) years past the projected completion date. Further, audit review and physical verification in September, 2024 revealed that the project had taken a total of 331 weeks which is approximately 261 weeks late and it remained incomplete. This

Report of the Auditor-General on County Assembly of Marsabit for the year ended 30 June, 2024

duration is over three times the duration allowed in the contract. The tender minutes, and correspondences with the contractor on the approval of the extension of the project were not provided for audit.

Additionally, the County Assembly did not provide evidence that project management committee and other stakeholders held site meetings to assess the implementation of the project and confirm the metrics during the engineers visit to give valuation certificates for payments contrary to Section 149(1)(a) and (b) of Public Finance Management Act, 2012 which provides that an Accounting Officer is accountable to the County Assembly for ensuring that the resources of the entity for which the officer is designated are used in a way that is lawful and authorized; and effective, efficient, economical and transparent.

In the circumstances, value for money from the expenditure of Kshs.8,132,892 incurred on the project could not be confirmed

4. Nugatory Expenditure to Society of Clerks at the Table and County Assembly Forum

Note 4 to the financial statements reflects other grants and transfers amounting to Kshs.5,500,000 in respect to membership fees, dues and subscriptions to organizations which include Kshs.500,000 and Kshs.5,000,000 made to Annual Subscriptions to Society of Clerks at the Table (SOCATT) and subscriptions to County Assemblies Forum (CAF) respectively during the year under review. However, the SOCATT and CAF does not draw their mandate from the Constitution of Kenya or an Act of Parliament and payments to this organizations was not based on any law.

In the circumstances, Management was in breach of the law.

5. Irregular Payment of Rental Allowance to the Speaker

During the year under review, the Assembly paid an amount of Kshs.900,000 to the Speaker in respect to rental allowance. However, the lease agreement between the landlord and the Assembly was not provided for review. Further, no explanation was provided as to why the construction of the speaker's residence was not complete and why the Assembly kept on paying the rental allowance even when the deadline for leasing expired on 30 June, 2022 as stated in Salaries and Remuneration Commission Circular with Ref No.SRC/TS/CGOVT/3/61/ VOL.V(44) dated 14 August, 2020.

In the circumstances, the County Assembly was in breach of law.

6. Failure to Establish County Assembly Fund

As previously reported, the County Assembly Service Board had not established a County Assembly Fund. This is contrary to Section 34 of the County Assembly Service Act, 2017 which provides that there shall be established for each County, a fund to be known as the County Assembly Fund, whose purpose is to receive any grants, gifts, donations or bequests; monies from investments of the Board and such fees imposed or levies administered by the Board.

In the circumstances, the County Assembly was in breach of law.

7. Staff Payment Outside Integrated Payroll and Personnel Database (IPPD)

As previously reported, Note 2 to the financial statements reflects Kshs.251,669,199 in respect of compensation of employees. This includes an amount of Kshs.131,073,312 paid to thirty-six employees (36) processed outside the IPPD . It was not explained why Management paid these employees outside the IPPD contrary to Regulations 19(1)(d) of the Public Finance Management (County Governments) Regulations, 2015 which requires a regular review of the adequacy and integrity of the entity's internal control and Management Information Systems including compliance with applicable laws.

In the circumstances, the County Assembly was in breach of law.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 comply 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 effect of 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. Non-Establishment of Audit Committee

As previously reported, during the year under review, Management had not established an Audit Committee. This was contrary to Section 167 (1) of the Public Finance Management Act, 2012 which states that subject to paragraph (2) of this regulation, each County Government entity shall establish an Audit Committee.

In the circumstances, the effectiveness of internal controls and governance could not be confirmed.

2. Under-staffing of Internal Audit Department

As previously reported, the internal audit department had one member of staff who was not able to effectively carry out all the internal audit functions. This was contrary to Regulation 155(2)(b) of the Public Finance Management (County Governments) Regulations, 2015 which states that an Accounting Officer shall ensure that the organizational structure of the Internal Audit Unit facilitates internal auditor with sufficient authority to promote independence and to ensure broad internal audit coverage, adequate consideration of audit reports.

In the circumstances, the effectiveness of internal controls and governance could not be confirmed.

3. Lack of Risk Management Policy and Disaster Recovery Plan

Review of records and information provided by Management revealed that the County Assembly lacked an approved risk management policy and a disaster recovery plan. Further, the management did not carry out risk assessment during the year under review.

In the circumstances, Management's preparedness from possible disaster recovery could not be confirmed.

4. Lack of ICT Strategic Plan and ICT Steering Committee

Review of records and information provided by Management revealed that the County Assembly did not have ICT Strategic Plan, ICT Steering Committee and ICT Strategic Committee in place.

In the circumstances, the adequacy of the ICT governance structures to safeguard public resources could not be confirmed.

5. Use of Personal Email for Official Government Business

Review of correspondences and an interview with the ICT staff revealed that most of the workers were using personal emails for official business despite being provided with official email addresses. This was contrary to the Head of public service circular SH/ADM 23(1) dated 14 June, 2022 Government ICT standards, 2019 prescribing that all Ministries, Counties, Departments and Agencies shall acquire and ensure appropriate use and management of E-mail and Instant messaging applications.

In the circumstances, internal controls and confidentiality of correspondences to recipients could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the County Assembly's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention 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 County Assembly financial reporting process, reviewing the effectiveness of how Management 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.



FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

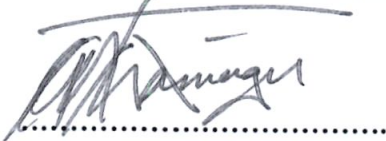
23 December, 2024

**County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024**


9. Statement of Receipts and Payments for the Year Ended 30th June 2024

		2023/2024	2022/2023
	Note	KShs	KShs
Receipts			
Transfers from the CRF	1	891,855,245	956,446,603
Total receipts		891,855,245	956,446,603
Payments			
Compensation of employees	2	251,669,199	217,962,746
Use of goods and services	3	424,728,165	402,870,955
Other grants and transfers	4	5,500,000	5,500,000
Social security benefits	5	23,917,735	22,183,931
Acquisition of assets	6	107,213,597	110,588,124
Other payments	7	77,124,756	195,086,996
Total payments		890,153,452	954,192,752
Surplus		1,701,793	2,253,851

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 13th August 2024 and signed by:



Name: CPA Chare Mato Chare
Clerk of the Assembly

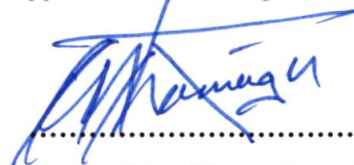


Name: CPA Fredrick Maleya Injela
Head of Accounts
ICPAK Member No. 26400

10. Statement Of Financial Assets and Liabilities As At 30th June 2024

		2023/2024	2022/2023
Financial assets	Note	KShs	KShs
Cash and cash equivalents			
Bank balances	8A	1,701,793	2,253,851
Total financial assets		1,701,793	2,253,851
Net financial assets		1,701,793	2,253,851
Represented by			
Fund balance b/fwd	9	2,253,851	2,668
Prior year adjustment	10	(2,253,851)	(2,668)
Surplus for the year		1,701,793	2,253,851
Net Financial Position		1,701,793	2,253,851

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 13th August 2024 and signed by:



.....
Name: CPA Chare Mato Chare
Clerk of the Assembly



.....
Name: CPA Fredrick Maleya Injela
Head of Accounts
ICPAK Member No. 26400

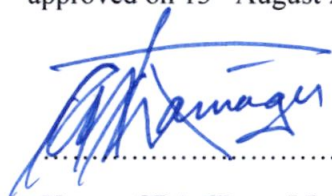
11. Statement of Cash Flows for the Period Ended 30th June 2024

		2023/2024	2022/2023
	Note	KShs	KShs
Cash flows from operating activities			
Receipts from operating income			
Transfers from the CRF	1	891,855,245	956,446,603
Total receipts from operating income		891,855,245	956,446,603
Payments for operating expenses			
Compensation of employees	2	251,669,199	217,962,746
Use of goods and services	3	424,728,165	402,870,955
Other grants and transfers	4	5,500,000	5,500,000
Social security benefits	5	23,917,735	22,183,931
Other payments	7	77,124,756	195,086,996
Total payments for operating expenses		(782,939,855)	(843,604,628)
Net receipts from operating activities		108,915,390	112,841,975
Adjusted for:			
Returns to CRF Account for the year 2021/2022		-	2,668
Returns to CRF Account for the year 2022/2023	10	2,253,851	-
Net cash flows from operating activities		106,661,539	112,839,307
Cashflow from investing activities			
Acquisition of assets	6	(107,213,597)	(110,588,124)

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

		2023/2024	2022/2023
	Note	KShs	KShs
Net cash flows from investing activities		(107,213,597)	(110,588,124)
Cash flow From Financing Activities			
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		(552,058)	2,251,183
Cash & cash equivalent at Start of the year		2,253,851	2,668
Cash & cash equivalent at end of the year		1,701,793	2,253,851

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 13th August 2024 and signed by:



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Name: CPA Chare Mato Chare
Clerk of the Assembly



.....
Name: CPA Fredrick Maleya Injela
Head of Accounts
ICPAK Member No. 26400

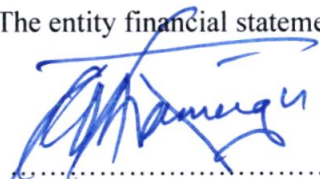
12. Statement Of Comparison of Budget & Actual Amounts: Recurrent and Development for year ended 30th June 2024

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Note
	A	b	c=a+b	d	e=c-d	f=d/c %	
	Kshs	Kshs	Kshs	Kshs	Kshs		
Receipts							
Transfers from the CRF	1,299,801,070	16,900,000	1,316,701,070	891,855,245	424,845,824	68%	a
Total	1,299,801,070	16,900,000	1,316,701,070	891,855,245	424,845,824	-	
Payments							
Compensation of employees	237,161,199	14,508,000	251,669,199	251,669,199	-	100%	b
Use of goods and services	422,646,598	2,992,000	425,638,598	424,728,165	910,432	99%	c
Other grants and transfers	5,500,000	-	5,500,000	5,500,000	-	100%	d
Social security benefits	24,417,735	(500,000.00)	23,917,735	23,917,735	-	100%	e
Acquisition of assets	532,950,782	(100,000.00)	532,850,782	107,213,597	425,637,185	20%	f
Other payments	77,124,756	-	77,124,756	77,124,756	-	100%	g
Total	1,299,801,070	16,900,000	1,316,701,070	890,153,452	426,547,617	-	
Surplus/ deficit	-	-	-	1,701,793	(1,701,793)	-	

- (a) The Assembly received 68% of its budget during the year because of delayed disbursement of exchequer from the National Treasury and delayed in execution of development projects.
- (b) Employee compensation was utilized as budgeted.
- (c) Use of good and services was implemented as planned and budgeted.
- (d) Grants and other transfers were implemented as budgeted.
- (e) Social security benefits were remitted to relevant bodies in time during the year.
- (f) 20% of assets as a result of delayed implementation of development projects which were on going as at the end of year.
- (g) Other payments that relate to pending bills, and transfers to staff Car-loan and mortgage were implemented planned and budgeted.

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

The entity financial statements were approved on 13th August 2024 and signed by:



.....
Name: CPA Chare Mato Chare
Clerk of the Assembly



.....
Name: CPA Fredrick Maleya Injela
Head of Accounts
ICPAK Member No. 26400

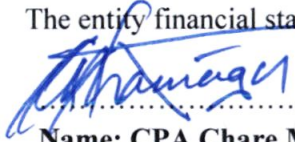
12A Statement of Comparison of Budget & Actual Amounts: Recurrent for the year ended 30th June 2024

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Note
	A	b	c=a+b	D	e=c-d	f=d/c %	
	Kshs	Kshs	Kshs	Kshs	Kshs		
Receipts							
Transfers from the CRF	791,217,081	-	791,217,081	790,316,099	900,982	99	a
Total	791,217,081	-	791,217,081	790,316,099	900,982	-	
Payments							
Compensation of employees	237,161,199	14,508,000	251,669,199	251,669,199	-	100	b
Use of goods and services	422,646,598	2,992,000	425,638,598	424,728,165	910,433	99	c
Other grants and transfers	5,500,000	-	5,500,000	5,500,000	-	100	d
Social security benefits	24,417,735	(500,000)	23,917,735	23,917,735	-	100	e
Acquisition of assets	24,366,793	(17,000,000)	7,366,793	7,366,793	-	100	f
Other payments	77,124,756	-	77,124,756	77,124,756	-	100	g
Total	791,217,081	-	791,217,081	790,306,648	910,433	-	
Surplus/ deficit	-	-	-	9,451	(9,451)	-	

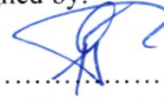
- a) 99.8% of transfers from CRF represent that the assembly received full fund during the year.
- b) Employees compensation was utilized as budgeted.
- c) Use of goods and services was implemented as budgeted.
- d) Grants and other transfers were implemented as budgeted.
- e) Social security benefits were remitted to relevant bodies in time during the year.
- f) 100% of Acquisition of Assets represent Assets acquired during the year.
- g) Other payments that relate to pending bills, and transfers to staff Car-loan and mortgage were implemented planned and budgeted.

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

The entity financial statements were approved on 13th August 2024 and signed by:



.....
Name: CPA Chare Mato Chare
Clerk of the Assembly



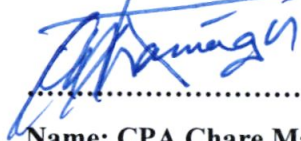
.....
Name: CPA Fredrick Maleya Injela
Head of Accounts
ICPAK Member No. 26400

12B Statement of Comparison of Budget & Actual Amounts: Development for the year ended 30th June 2024

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Note
	a	b	c=a+b	d	e=c-d	f=d/c %	
	Kshs	Kshs	Kshs	Kshs	Kshs		
Receipts							
Transfers from the CRF	508,583,989	16,900,000	525,483,989	101,539,146	423,944,843	19	a
Total	508,583,989	16,900,000	525,483,989	101,539,146	423,944,843	-	
Payments							
Acquisition of assets	508,583,989	16,900,000	525,483,989	99,846,804	425,637,185	19	b
Total	508,583,989	16,900,000	525,483,989	1,692,342	425,637,185	-	
Surplus/ deficit	-	-	-	1,692,342	(1,692,342)	-	

- a) 19% represent non-completion of development projects as at the end of the year.
 b) Underutilization is as a result of non-completion of development projects as at the end of the year.

The entity financial statements were approved on 13th August 2024 and signed by:



Name: CPA Chare Mato Chare
 Clerk of the Assembly



Name: CPA Fredrick Maleya Injela
 Head of Accounts
 ICPAK Member No. 26400

13. Budget Execution By Programmes and Sub-Programmes

Programme/Sub-Programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	% Budget utilization
	2024	2024	2024	2024	2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Programme 1: General Administration Support Services					
SP 1.1 salaries and allowances for employees and M.C.As	237,161,199	14,508,000	251,669,199	251,669,199	100
SP 1.2 Hospitality, Catering services, donations and gifts, boards, committees, conferences and seminars	48,074,469	(3,000,000)	45,074,469	45,074,469	100
SP 1.3 Employer Contribution to Staff & Members Pension Scheme	9,550,000	-	9,550,000	9,550,000	100
Total Expenditure for Programme 1	294,785,668	11,508,000	306,293,668	306,293,668	
Programme 2: Legislature and Oversight					
SP 2.1 Domestic and foreign accommodation, air travel and daily subsistence allowance	110,857,475	35,500,000	146,357,475	146,357,474	100
SP 2.2 ICT, Hansard and Communication equipment	7,500,000	(1,000,000)	6,500,000	6,500,000	100
SP 2.3 Mortgage & Car Loans and tax	57,407,675	-	57,407,675	57,407,675	100
SP 2.4 Vehicle Reimbursement	-	-	-	-	
SP 2.5 Staff Trainings and Development and Tuitions	37,907,263	(2,500,000)	35,407,263	35,407,263	100
Total Expenditure for Programme 2	213,672,413	32,000,000	245,672,413	245,677,228	

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

Programme/Sub-Programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	% Budget utilization
3. Programme 3: County Assembly, Infrastructure Improvement					
SP 3.11 Equipping of library	-	-	-		
SP 3.12 Maintenance of motor vehicle	7,750,000	1,800,000	9,550,000	9,550,000	100
SP 3.13 Purchase of furniture and general equipment	5,366,793	(2,000,000)	3,366,793	3,366,793	100
SP 3.14 Additional Funding Extension and Expansion of County Assembly Office Block, variation cost of Marsabit County Assembly chambers and Assembly ward projects. Completion of chamber, completion of speakers residence, fence/electrification and close circuit security at speakers residence, cabro road for speakers residence, underground water tank at speakers residence, guard hoise at speakers residence and ward projects	252,500,000	6,900,000	259,400,000	50,480,804	19
SP 3.15 Improvement of ICT services	-	-	-		-
SP 3.16 Maintenance of plants, machinery & other assets	9,016,760	(2,000,000)	7,016,760	7,007,527	99
SP 3.17 Electricity, water and sewerage and other utility charges	11,928,878	(1,900,000)	10,028,878	10,028,706	100
SP 3.18 Printing, advertisement and information supplies and services and public participation	33,821,371	(500,000)	33,321,371	33,321,319	100
SP 3.19 Rental of approved assets and hire of motor vehicles	2,200,000	-	2,200,000	2,200,000	100
SP 3.20 Insurance cost for group personal, building, motor vehicle and medical cover	31,980,382	(500,000)	31,480,382	31,480,382	100

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

Programme/Sub-Programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	% Budget utilization
SP 3.21 Purchase of computers, printers and general office supplies and accessories and sanitary cleaning materials	35,520,000	-	35,520,000	35,515,148	100
SP 3.22 Fuel, oil, lubricants and tyres	9,000,000	(1,000,000)	8,000,000	8,000,000	100
SP 3.23 Bank service commission and charges, legal fees, management fees and contracted professional charges and other operating expenses	22,230,000	(7,000,000)	15,230,000	15,230,000	100
SP 3.24 Current transfer to other levels of Government (Ward Office and other operating expenses)	46,860,000	(14,508,000)	32,352,000	31,452,000	97
SP 3.25 Uniform, Specialized materials and supplies	8,000,000	(400,000)	7,600,000	7,599,061	100
-SP 3.26 Membership fees and dues and subscription for international organization	5,500,000	-	5,500,000	5,500,000	100
SP 3.28 Refurbishment of buildings	4,000,000	-	4,000,000	4,000,000	100
SP 3.29 Gratuity/pension	14,867,735	(500,000)	14,367,735	14,367,735	100
SP 3.30 Purchase of motor vehicle	15,000,000	(15,000,000)	-	-	
SP 3.31 Research, Feasibility Studies, Project and Preparation and Design, Projects	-	-	-	-	
SP 3.32 Pending Bills –Recurrent	19,717,081	-	19,717,081	19,717,081	100
SP 3.33 Pending Bills –Development	256,083,989	10,000,000	266,083,989	49,366,000	19
Total expenditure for Programme 3	791,342,989	(26,608,000)	764,734,989	338,182,556	
Total Expenditure for all programmes	1,299,801,070	16,900,000	1,316,701,070	890,153,452	

14. Significant Accounting Policies

The Significant 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 third party 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 some classes of receivables and payables as outlined above.

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 Marsabit County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM Act (Cap. 412A).

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 the 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.

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.

Significant Accounting Policies (Continued)

4. In-kind contributions

In-kind contributions are donations that are made to the County Assembly of Marsabit 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 of Marsabit 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.

7. 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.

Significant Accounting Policies (Continued)

8. Imprests and Advances

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.

9. Third party deposits and retention

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.

The retention monies paid during the year ended 30th June 2024, relates to monies paid to Marsabit County Deposit Account which is maintained by the County Executive of Marsabit.

The County Assembly of Marsabit has since opened a retention account with Central Bank of Kenya as from financial year 2024/2025.

10. 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.

11. 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

County Assembly of Marsabit
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a sense of the overall net cash position of the County Assembly of Marsabit 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)

12. 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, and 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.

13. 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. 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.

Significant Accounting Policies (Continued)

14. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Executive'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 2nd August 2023 for the period 1st July 2023 to 30 June 2024 as required by law. There was one number of supplementary budgets passed in the year. A high-level assessment of the County Assembly's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

15. Comparative figures

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

16. 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.

17. Prior Period Adjustment

During the year, errors that have been corrected are disclosed *under note 26* explaining the nature and amounts.

18. Related Party Transactions

Related party means parties are related if one party has the ability to:

- a) Control the other party or
- b) Exercise significant influence over the other party in making financial and operational decisions, or if the related party entity and another entity are subject to common control.

Related party transaction is a transfer of resources or obligations between related parties regardless of whether a price is charged.

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15. Notes to the Financial Statements

1. Transfer from CRF

Description.	2023/2024	2022/2023
	Kshs	Kshs
Transfers from the county treasury for Q1	99,043,996	56,760,965
Transfers from the county treasury for Q2	252,989,234	139,994,619
Transfers from the county treasury for Q3	289,777,091	223,124,379
Transfers from the county treasury for Q4	250,044,924	536,566,640
Cumulative amount	891,855,245	956,446,603

2. Compensation Of Employees

Description	2023/2024	2022/2023
	Kshs	Kshs
Basic salaries of permanent employees	251,669,199	217,962,746
Total	251,669,199	217,962,746

Included in the employee compensation is County Assembly Service Board remuneration during the year.

3. Use Of Goods And Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Utilities, supplies and services	10,028,706	13,428,878
Communication, supplies and services	6,500,000	5,498,127
Domestic travel and subsistence	116,357,475	91,257,475
Foreign travel and subsistence	29,999,999	27,000,000
Printing, advertising and information supplies & services	33,321,319	34,199,509
Rentals of produced assets	2,200,000	2,200,000
Training expenses	35,412,079	39,945,818
Hospitality supplies and services	45,074,469	34,968,792

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Insurance costs	31,480,382	31,664,801
Specialized materials and services	7,599,061	9,000,000
Office and general supplies and services	35,515,148	37,500,000
Fuel, oil and lubricants	8,000,000	9,000,000
Other operating expenses (Include Bank charges)	46,682,000	50,190,795
Routine maintenance – vehicles and other transport equipment	9,550,000	8,000,000
Routine maintenance – other assets	7,007,527	9,016,760
Total	424,728,165	402,870,955

Included in the employee compensation is County Assembly Service Board training and sitting allowances during the year.

4. Other Grants And Transfers

Description	2023/2024	2022/2023
	Kshs	Kshs
Membership fees and dues and subscriptions to organizations	5,500,000	5,500,000
Total	5,500,000	5,500,000

The payments relates to subscriptions paid by the County Assembly of Marsabit for the year ended 30th June 2024 to Society of the Clerk-At-The-Table (SOCCATT) and County Assemblies Forum.

5. Social Security Benefits

Description	2023/2024	2022/2023
	Kshs	Kshs
Government Pension and Retirement Benefits	14,367,735	14,833,932
Employer Contribution to Compulsory National Social Security Schemes.	9,550,000	7,349,999
Total	23,917,735	22,183,931

This relates to payment to Lap Trust Umbrella Retirement Funds for staff members and Local Authority Provident Fund (LAPFUND) for the Members of the County Assembly of Marsabit.

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Notes To The Financial Statements (Continued)

6. Acquisition Of Assets

Non- financial assets	2023/2024	2022/2023
Description.	Kshs	Kshs
Construction of buildings	99,846,804	87,221,446
Refurbishment of buildings	4,000,000	4,000,000
Purchase of vehicles and other transport equipment	-	13,000,000
Purchase of office furniture and general equipment	3,366,793	6,366,678
Total acquisition of non- financial assets	107,213,597	110,588,124
Total acquisition of assets	107,213,597	110,588,124

During the year the County Assembly undertook construction and equipping of ward offices for easy engagement of stakeholders.

7. Other Payments

Description	2023/2024	2022/2023
	Kshs	Kshs
Staff Car Loan and Mortgage	57,407,675	44,162,996
Members Car Loan and Mortgage	-	89,000,000
Pending Bills –Recurrent	19,717,081	-
Members Car Grants	-	61,924,000
Total	77,124,756	195,086,996

This relates to payments to Marsabit Staff Car- Loan and Mortgage fund and pending bills for the previous year 2022/2023.

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8. Cash and Bank Balances

8A. Bank Balances

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	2023/2024	2022/2023
			Kshs	Kshs
Central Bank Of Kenya, Marsabit County Assembly Development(Kshs)	1000198761	Development	1,692,342	2,253,508
Central Bank Of Kenya, Marsabit County Assembly Recurrent(Kshs)	1000198753	Recurrent	9,451	343
Equity Bank Of Kenya, County Assembly Of Marsabit, (Kshs)	1010261309104	Imprest Account	-	-
Total			1,701,793	2,253,851

During the year ended 30th June 2024 there was no cash at hand, because we made all payments through the Integrated Financial Management Systems (IFMIS)

9. Fund Balance Brought Forward

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank Accounts	1,701,793	2,253,851
Total	1,701,793	2,253,851

The fund balances brought forward was a closing balances for previous financial year.

10. Prior Year Adjustments

	Balance b/f from 2022/2023 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f For Comparative 2022/2023
Description Of The Adjustments	Kshs	Kshs	Kshs
Bank Account Balances	(2,253,851)	-	(2,253,851)
Totals	(2,253,851)	-	(2,253,851)

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Annual Report and Financial Statements For the year ended 30th June 2024

Notes To The Financial Statements (Continued)

Other Disclosures

1. Pending Accounts Payable (See Annex 1)

	Balance b/f 2022/2023	Additions for the year	Paid during the year	Balance c/f 2023/2024
Description	Kshs	Kshs	Kshs	Kshs
Construction of Buildings	256,083,990	218,919,207	(49,366,000)	430,857,313
Supply of Services	19,717,080	910,432	(19,717,080)	910,432
Total	275,801,070	219,829,639	(69,083,080)	431,767,745

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

Notes To The Financial Statements (Continued)

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 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.

Related party transactions:

Description	2023/2024	2022/2023
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	99,960,000	99,960,000
Key Management Compensation (Clerk and Heads of departments)	13,080,000	13,080,000
Total Compensation to Key Management	113,040,000	113,040,000
<u>Transfers to related parties</u>		
Transfers to other County Government Entities such as car and mortgage schemes	44,162,996	44,162,996
Transfers to other entities under the Assembly	-	-
Total Transfers to related parties	44,162,996	44,162,996
<u>Transfers from related parties</u>		
Transfers from the CRF	891,855,246	956,446,603
Total Transfers from related parties	891,855,246	956,446,603

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Annual Report and Financial Statements For the year ended 30th June 2024**

Notes To The Financial Statements (Continued)

3. Progress On Follow 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)
Basis for Unqualified Opinion				
1	Budgetary control and performance	Most of these works or projects are ongoing and hence the contractors only received amount due to them as per percentage of completion. The under absorption of ksh 256,083,989 relating to these projects will be paid once certificates of completion is ready. Ksh 256,083,535 have been captured in the new development budget for financial year 2023-24.	Resolved	Resolved
2	Unresolved Prior year matters	The reports for prior years have been discussed in the senate.	Resolved	Resolved
Report on Lawfulness and Effectiveness in use of Public Resources				
3	Irregular Payment of	Whereas House Allowance entitlements	Resolved	Resolved

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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)
	Special House Allowance	<p>was advised by SRC to change initial status, there was apparent pay difference arising from the retention of initial house allowance against newly placed employees who have joined the same or similar grade. This in turn leads to pay difference for persons in the same grade hence a breach on International Labour Organization (ILO) Convention No. 100 that provides for a principle of “Equal Remuneration for Men and Women Workers for Work of Equal Value”.</p>		
4	Non-Compliance with the One-Third of Basic Salary Rule	Whereas for the MCAs the claims and payment of mileage have resolved the breach incidences, the affected staff were subjected to administrative action where they have been issued with letters.	Resolved	Resolved

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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)
5	Employees on Probation for More than Six Months	The County Assembly did not have a fully constituted Board since the commencement of its Third term following numerous court injunctions and suits up until 15/06/2023. Nevertheless, the Staff Advisory committee upon its meeting of 10/01/2023 recommended for Confirmation Appraisal to be performed and supported by a review of Chapter Six compliance for all new employees.	Resolved	Resolved
6	Nugatory Expenditure to Society of Clerks at the Table – SOCCAT	Society of clerks at the table – SOCATT is an entity which champions the welfare of clerks of the legislative arm of the County government. All county Assemblies subscribe to it	Resolved	Resolved

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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)
7	Delay in Project Completion - Construction of Chambers	<p>The construction of Assembly chamber was temporarily halted following Capping of Chamber ceiling at 250,000,000 by The Commission on Revenue Allocation which was done much later after the chamber construction has progressed. The capped amount was way below its awarded amount.</p> <p>There was a number of correspondences between Marsabit County Assembly, Commission on Revenue Allocation and Department of Public Works and Housing trying to Justify why we should be exempted from the Capping. The matter was later escalated to senate but it was not resolved in good time to allow construction works</p>	Resolved	Resolved

**County Assembly of Marsabit
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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)
		to continue. All this time the project had stopped as the controller of budget had declined to authorize release of funds until the matter was resolved hence under absorption.		
8	Non-Establishment of a County Assembly Fund	It's true that the county assembly service board has not established County Assembly fund. However over the years the Assembly has never received any monies related to grants, gifts or donations. Going forward the Assembly will endeavour to put in place the county Assembly fund as required by the law.	Unresolved	Unresolved
9	Staff Payment Outside integrated Payroll and Personnel Database (IPPD)	This payments relates to the staff members who were employed on temporary basis in the nominated members of county assembly ward offices	Unresolved	Unresolved

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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)
<i>Basis for Conclusion</i>				
10	Lack of an Audit Committee	It's true that at the time of audit the term of office of the audit committee had expired however the process of recruitment for the new audit committee members is ongoing	Resolved	Resolved
11	Understaffing of internal Audit Department	The management acknowledges the findings and recommendation of the auditor. It is best practice to adequately staff the internal audit department to ensure that compliance, risks and governance matters are identified and any issues dealt with accordingly within the shortest timelines possible so as to ensure efficiency and effectiveness of the internal controls of the institution. Management will undertake to do some restructuring in an effort	Unresolved	Unresolved

**County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024**

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)
		to adequately staff the department in-house with the approval of the County Assembly Service Board.		



CPA Chare Mato Chare

Clerk of the County Assembly

Date: 13th August 2024

Count Government of Marsabit
County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024
16. Annexes

Annex 1 – Analysis Of Pending Accounts Payable

Supplier of Goods or Services	LSO/LPO	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance
			A	B	C	d=a+b-c	
Construction Of Buildings							
Precision Civil Engineering Limited	1074449	Construction of chambers for the County Assembly of Marsabit		256,083,990		(68,260,297)	187,823,693
Sansar Company Limited	2017131	Const. of Ward Office - Karare	4,999,948				4,999,948
Adeyoro G. Suppl. Ltd	2017132	Const. Modern Toilet - M/Township	1,299,966				1,299,966
Masnay Engineering Ltd	2017133	Const. of Ward Office – Laisamis	4,899,750				4,899,750
Haqa Traders	2017134	Double Pit-Latrine & Water Store - Karare	1,199,997				1,199,997
Dulab Investment Limited	2017136	Office Renovation – Sagante	1,999,925				1,999,925
Lhabala Const. Co. limited	2017149	Fencing of office-Laisamis	2,499,365				2,499,365
Sansar Company Limited	2017138	Guard Hse & Stone Pitching - M/Township	2,699,679				2,699,679
Masnay Engineering Ltd	3992483/84	Equipping of Office _ Laisamis	2,599,908				2,599,908
Causeway Engineering Sol Ltd	3992485/86	Carpet, Sofa, Curtain & Vacuum -Uran	1,799,160				1,799,160
Hugesh General Suppl. Ltd	2017085	Double Pit-Latrine & Water Store - Maikona	1,299,896				1,299,896
Guddin Limited	2017140	Fencing of office with gate - Sololo	4,896,975				4,896,975
Nasfam Investment Ltd	2017073	Supply of Solar Installation - Hellu Manyatta	1,149,908				1,149,908

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Supplier of Goods or Services	ISO/LPO	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance
Shantoly Energies Limited	2017086	Water Pipping – Maikona	2,800,000				2,800,000
Halgu Investment Limited	2017062	Landscaping and gravelling - Maikona	1,699,980				1,699,980
Isaumu Holding Limited	2017093	Const. of Ward Office – Turbi	4,500,000				4,500,000
Bodicha Investment Ltd	2017064	Double Pit-Latrine & Water Store - Sololo	1,299,200				1,299,200
Husdan Investment Limited	2017087	Carpet, Sofa, Curtain & Vacuum - H/Manyatta	1,999,260				1,999,260
Lhabala Const. Co. limited	3992463	Purchase of Motor Bike 150cc - Laisamis	299,750				299,750
Halamco Properties Limited	2017065	Fencing of Office – Karare	2,999,934				2,999,934
Hanif Limited	3992488	Purchase of Motor Bikes 150cc -Uran	1,193,640				1,193,640
Right Page Limited	3992490/91	Furnishing and purchase of motorcycle - H/Manayatta	1,850,000				1,850,000
Hanif Limited	2017079	Supply of Solar Installation - Uran	1,499,184				1,499,184
Sallo Sert Limited	2017066	Double Pit-Latrine & Water Store - Obbu	1,300,000				1,300,000
Burqa Construction Co. Ltd	2017067	Construction of ward office - Butiye	3,998,288				3,998,288
Causeway Engineering Sol Ltd	2017080	Construction of Guard House - Uran	998,644				998,644
Nasfam Investment Ltd	2017069	Fencing - Turbi – Bubisa	2,399,854				2,399,854
Diruda Investment Limitd	2017148	Installation of Solar System 3kva, CCTV Cameras & Internet - Sagante	999,930				999,930
Alfatah Investment Limited	2017082	Equipping_Supply and Installation of	1,699,980				1,699,980

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Supplier of Goods or Services	LSO/LPO	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance
		Solar, CCTV, Internet - Obbu					
Bachile Limited	3992480/81/82	Equipping furnishing of office - Hellu-Manyatta	2,200,000				2,200,000
Hyflux Company Limited	2017070	land Scaping and construction of guard house - Hellu-Manyatta	1,800,000				1,800,000
Goldensham Const. Limited	2017076	Construction of Car Parking - Maikona Ward	2,398,000				2,398,000
Mars Afrik Limited	2017090	Expansion of County Assembly Office Block	55,000,000				55,000,000
OSB Africa Limited	2017088	Construction of Speakers residence, others	29,999,340				29,999,340
Questek Limited	2017091	Supply installation testing and commissioning of Hansard System Works	13,015,000				13,015,000
Blackstone Group Limited	2017092	Supply installation testing and commissioning of Structured cabling works Works	27,605,141				27,605,141
Nine Eighty EIGHT Eight ltd	2017094	Construction of Cabro parking at speakers residence	4,950,000				4,950,000
Standard Business Solutions LTD	2017095	Installation of Solar Car pot and parking	5,000,000				5,000,000
Samua investment ltd	2017096	Construction of Guard house at speakers residence	2,999,000				2,999,000
Samua investment ltd	2017097	Construction of Underground water tank at speakers residence	4,980,000				4,980,000
Tarmoh Solution ltd	2017098	Construction of Car park shade and Canvas	4,997,500				4,997,500

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Supplier of Goods or Services	LSO/LPO	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance
Six Eighty Six Ltd	2017099	Plumbing works at the County Assembly office block	4,999,500			-	4,999,500
Nazco Engineering Ltd	2017100	Re-roofing Works at the County Assembly office block	4,998,000				4,998,000
Rockwell Limited	2017060	Re-painting works at the County Assembly office block	4,999,900				4,999,900
Zlashu company ltd	2017065	Construction of Parking Slab and reinforcement of the existing electric fence	4,990,000				4,990,000
Omar salim baslum limited	2017069	Retention on Construction of speakers residence	1,999,956				1,999,956
Shantoly Energies Limited	2017070	Retention on Construction of ward offices Maikona Ward.	359,986				359,986
Dulab Investment Limited	2017071	Retention on Construction of fencing works-Sagante Jaldesa ward.	249,980				249,980
U And S Capital Holdings Limited	2017072	Retention on Construction of speakers residence-fence	979,786				979,786
U And S Capital Holdings Limited		Retention on Construction of speakers residence-fence	419,908				419,908
PRECISION CIVIL ENGINEERING LIMITED		Retention on Construction of modern state of the art chambers for the county assembly of Marsabit.	813,289				813,289
Mashhur Construction Enterprises		Retention of Construction of fencing works-Sololo Wards offices	397,213				397,213
Sub-Total				256,083,990		(68,260,297)	430,857,313

County Assembly of Marsabit
Annual Report and Financial Statements For the year ended 30th June 2024

Supplier of Goods or Services	LSO/LPO	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance
Construction Of Civil Works							
Sub-Total							
Supply Of Goods							
Marsabit County Assembly		Being payment for nominated members of county assembly of Marsabit for the months of April, May and June 2024	910,432	910,432			910,432
Sub-Total			910,432	910,432			910,432
Supply Of Services							
Sand and Rock Hotel	LSO1975197	Provision of catering services		1,400,000		1,400,000	-
Bomen Hotel Limited	LSO1975198	Provision of catering services		1,612,000		1,612,000	-
Urban Café Hotel	LSO1975199	Provision of catering services		1,633,424		1,633,424	-
Bomen Hotel Limited	LSO1975200	Provision of catering services		1,800,000		1,800,000	-
Omar Dida Apicha		Car Grant to MCAs		2,212,000		2,212,000	-
Hisidin Ali		Car Grant to MCAs		2,212,000		2,212,000	-
Diram Hussein Roba		Car Grant to MCAs		2,212,000		2,212,000	-
Christopher Ogom		Car Grant to MCAs		2,212,000		2,212,000	-
Lucy Kargiya		Car Grant to MCAs		2,212,000		2,212,000	-
Musa Emojo		Car Grant to MCAs		2,212,000		2,212,000	-
				19,717,080		19,717,080	-
Sub totals				19,717,080		19,717,080	-
Grand Total				19,717,080		19,717,080	431,767,745

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The retention monies relates to monies paid to Marsabit County Deposit Account which is maintained by the County Executive of Marsabit.

The County Assembly of Marsabit has since opened a retention account with Central Bank of Kenya as from financial year 2024/2025.

Annex 2: Inter-Entity Transfers

The County Assembly of Marsabit did not have any inter-entity transfer as at 30th June 2024

Annex 3: Analysis Of Pending Staff Payables

The County Assembly of Marsabit did not have pending staff payables as at 30th June 2024.

Annex 4: Analysis Of Other Pending Payables

The County Assembly of Marsabit did not have other pending payables as at 30th June 2024.

Annex 5: Summary of Non-Current Asset Register

Asset class	Historical Cost b/f (Kshs) 2022/2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year (Kshs)	Historical Cost c/f (Kshs) 2023/2024
Buildings and structures	429,740,036	99,846,804	-	-	529,586,840
Transport equipment	65,535,000	-	-	-	65,535,000
Office equipment, furniture and fittings	106,857,737	3,366,793	-	-	110,224,530
ICT equipment	6,000,000	-	-	-	6,000,000
Total	620,132,773	103,213,597			711,346,370

Annex 6: Analysis of Accounts Receivables

(a) Government Imprest

The County Assembly of Marsabit did not have outstanding government imprest as at 30th June 2024.

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(b) Salary Advance

The County Assembly of Marsabit did not have outstanding salary advance as at 30th June 2024.

Annex 7: Reporting of Climate Relevant Expenditures

The County Assembly of Marsabit did not incur on any expenditure on climate related activities for the period ended 30th June 2024.

Annex 8: Reporting on Disaster Expenditure

The Assembly did not incur any expenditure relating to any disaster within the period ended 30th June 2024.

Annex 9: Contingent Liabilities Register

The Assembly did not have any contingent liability register within the period ended 30th June 2024.