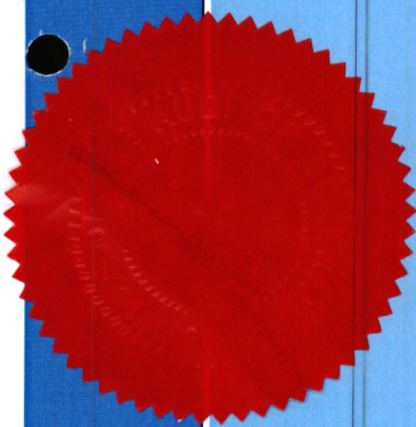


REPUBLIC OF KENYA



*Enhancing Accountability*



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**REPORT**

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CLERK AT THE TABLE	M. Adjibodou

**OF**

**THE AUDITOR-GENERAL**

**ON**

**COUNTY EXECUTIVE OF  
NAROK**

**FOR THE YEAR ENDED  
30 JUNE, 2022**





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**COUNTY EXECUTIVE OF NAROK**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2022**

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

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**Table of Contents**

1.	Key Entity Information And Management.....	iii
2.	Foreword by the CECM Finance and Economic Planning .....	xiii
<b>a)</b>	<b>Revenue</b> .....	xiii
	<b>Figure 1: NAROK County revenue sources in FY 2021/2022</b> .....	xiv
<b>b)</b>	<b>Payments</b> .....	xv
3.	Statement of Performance against County Predetermined Objectives .....	xviii
4.	Environmental and Sustainability Reporting .....	xxiii
5.	Statement of Management Responsibilities.....	xxv
6.	Report of the Independent Auditor .....	xxvii
7.	Statement of Receipts and Payments for the year ended 30th June 2022. ....	1
8.	Statement of Assets and Liabilities as at 30th June 2022 .....	2
9.	Statement of Cash Flows for the period ended 30th June 2022. ....	3
10.	Statement of Comparison of Budget & Actual Amounts .....	5
11.	Statement of Comparison of Budget & Actual Amounts:: Recurrent .....	7
12.	Statement of Comparison of Budget & Actual Amounts: Development .....	8
13.	Budget Execution by Programmes and Sub-Programmes.....	9
14.	Significant Accounting Policies .....	15
15.	Notes to the Financial Statements .....	22
16.	Progress On Follow Up On Prior Year Auditor's Recommendations.....	37
17.	Annexes.....	41

## 1. Key Entity Information And Management

### a) Background information

Narok County is constituted as per the Constitution of Kenya, 2010. It is charged with the responsibility of providing services to residents within its area of jurisdiction. These include the services that were hitherto provided by the defunct Town Council of Narok, defunct County Council of Narok and defunct County Council of Trans Mara. It also provides the services that were transferred from the National Government. The county is headed by the Governor, who is responsible for the general policy and strategic direction of the County Government of Narok.

The Governor is supported by the Executive Committee in carrying out the mandate as stipulated in the Constitution. The County Executive Committee Member for Finance and Economic Planning is in charge of the County Treasury. One of the functions of the CEC – Finance is ensuring that proper Public Finance management practices are in place, Budgeting and budgetary control as well as financial reporting for the County Government entities as well as at the County level.

#### **Vision**

“Economic Transformation for a Shared Prosperity.”

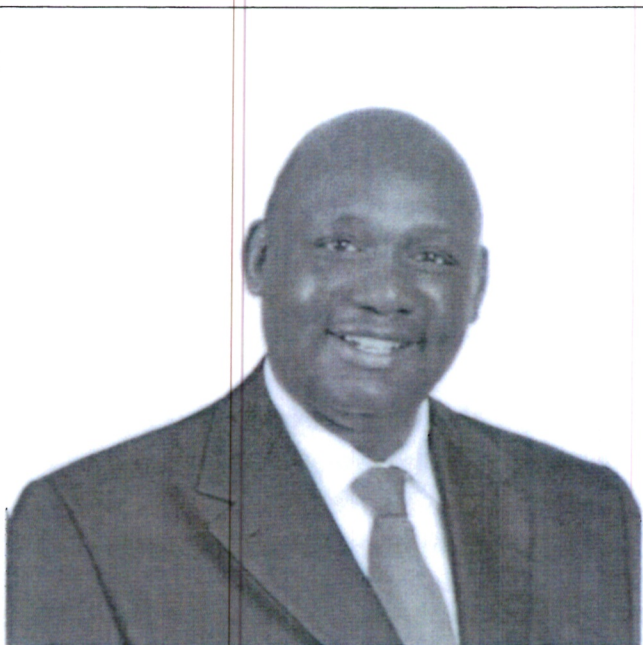
#### **Mission**

“To enhance sustained Socio-economic growth through optimal utilization of resources to improve the quality of life for County residents.”

#### **Core Values**

Narok County upholds the values of accountability, transparency, excellence, accessibility, integrity, responsiveness, equity, professionalism and team work.

b) Key Management



**H.E. Samuel Kuntai Tunai, EGH, – Governor**

H.E. Samuel K. Tunai, EGH was elected the first Governor of Narok County on 3 March 2013. The governor was elected on an agenda of uplifting the living standards of the Narok County residents, improving the county roads, boosting agricultural output, improving the health sector and uplifting the people of Narok County from poverty. It is on these key pillars that the government of H.E. Samuel Tunai has been working on since coming into power.

Governor Tunai holds a Masters degree in Public Policy and Management from Strathmore University and a Bachelor's Degree from the University of Nairobi. Before his election as the governor, he served as the Director of Intelligence for National Intelligence Service.

**H.E. Evalyn Chepkirui Aruasa – Deputy Governor**

H.E. Evalyn Chepkirui Aruasa was elected as the first Deputy Governor of Narok County. She has an LLB from Moi University and LLM from Indiana State University. She also has a Diploma from the Kenya School of Law.

The Deputy Governor is passionate with girl child empowerment and she is keen on enhancing such programs throughout the County.





**Mr. Julius Momposhi Tompo Sasai- CEC, Finance And Economic Planning**

Mr. Julius Ole Sasai was designated to Finance and Economic Planning on 20<sup>th</sup> December 2019, from Lands and Housing where he had served as CEC since 2017 .

Prior to his appointment he served a bank branch manager in Equity Bank, Family Bank and Trans National Bank. Earlier in his carrier, he worked as a bank teller.

He holds a Bachelor’s degree in Commerce – Accounting Option from Shivaji University in India. Currently pursuing master’s degree in strategic Management at Maasai Mara University.



**Mr. Morgan M. Siloma - CEC, Health and Sanitation**

Mr. Morgan M. Siloma was appointed as the CEC, Health and Sanitation Services on 20<sup>th</sup> December 2019

Before his appointment to the current position, he served as the CEC Finance and Economic Planning, CEC Roads, Transport and Public works. He also served as CEC, lands Housing and urban Planning,

## NAROK COUNTY EXECUTIVE

Annual Report and Financial Statements for the year ended June 30, 2022.

### **Ms Vivian Mpeti Sereti - CEC, Lands, Housing and Urban Development**

Ms Vivian was appointed the CEC Lands and Housing on 20<sup>th</sup> December 2019. She previously served as the CEC, Health services as from Feb 2015. Ms Vivian graduated from the University of Nairobi in 2011 with a Bachelor of Arts with a double major in Geography and Tourism. Until her appointment as a CEC, she served as the Reservation manager.



### **Mrs. Cicilia S. Wuapari - CEC, Education, Sports, Culture and Social Services**

Mrs Cicilia Wuapari was appointed CEC Education, Sports, Culture and Social Services in 2017. She has a Bachelor's degree in Education. Prior to her appointed as the CEC, she served in the County Government of Narok as an administrator in various departments.



### **Mr. Ezekiel Rono - CEC, Administration, Coordination of Decentralized Services, Disaster Management**

Mr. Ezekiel Rono was appointed as the CEC, Transport and Infrastructure on 5<sup>th</sup> April 2013 to October 2018 after which he was designated to Administration, Coordination of decentralized Services and Disaster Management. He holds a Bachelor's degree in education from Kenyatta University. He also has a Master of Education from Maasai Mara University.





**Miss Everline K. Cherotich - CEC, Agriculture, Livestock and Fisheries**

Ms Everline K. Cherotich was appointed CEC for Agriculture in Dec 2020. She had served in the Department of Roads, Transport and Public works as CEC member. Prior to her appointment, she served as Chief officer for Livestock and Veterinary services in the County Government of Narok between 2016 and 2017. She also served as Director Administration in Buzeki Group of Companies.

Ms Everlyne holds an MA in foreign Relations and a bachelor degree in public Relations and Electronic Media communications.

She enjoys reading, travelling and motivating.

**Mr. George Kuseyo Supeyo-CEC Trade, Cooperatives and Industry**

Mr. George Kuseyo Supeyo was appointed CEC, Trade, Industry and Cooperative Development on 20<sup>th</sup> October 2018.

He started working as a marketing executive at Housing Finance Cooperation Nairobi between 2012 and July 2014. Afterwards, he was appointed the Deputy Sub County Administrator Narok North Sub County.





**Mr. Joseph Kantet Koila –CEC Tourism and Wildlife.**

Mr. Joseph Koila was appointed CEC, Tourism and Wildlife in 2017. He has a bachelors degree in Business Administration with a higher diploma in Human Resource management. He is currently pursuing a master's of science in human resource management at the Maasai Mara university.


**Mr. Job Ole Kiyapi -CEC Water, Energy, Environment and Natural Resources**

Mr. Job L. Kiyapi was appointed CEC for Environment, water, energy and Natural Resources in March 20, 2018. Before his appointment he was serving as a teacher.

He holds a Bachelors degree in Education majoring in Geography and religion.

Mr. Kiyapi likes fostering environmental activities like tree planting which he promotes across the County



	<p><b>Mr. Johana Cheruyiot - CEC, Public Works, Roads and Transport</b></p> <p>Mr. Cheruyiot was appointed CEC member of the Department of Roads, Public Works, and Transport in September 2021. He had served in the Department of Education, Youth Affairs, Sports and Culture and the department of Health. He holds a Bachelor of Science in Animal production in Egerton University and a postgraduate diploma in Education from Maseno University.</p> <p>Prior to his appointment as the CEC, Mr. Cheruyiot has served as the Chief Officer in various departments as from July 2014 to August 2021.</p>
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**c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2022 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	CEC, Finance and Economic Planning	Mr. Julius Momposhi Tompo Ole Sasai
2	Accounting Officer-Finance and Economic Planning	Mr. Simon Peter Kurraru
3	Accounting Officer- Roads, Transport and Public Works	Mrs. Sophia Sengeny
4	Accounting Officer-Education, Sports, Youth, Culture and Social services	Ms Martha Nadupoi
5	Accounting Officer-Environment, water and natural resources	Mr. Obadiah Rono
6	CEO- County Public service Board	Ms. Zipporah Sintoyia Gad
7	Accounting Officer-Agriculture, Livestock and Fisheries	Mrs Grace Mugo
8	Accounting Officer-Health and Sanitation	Mrs Sahara Abraham Aden
9	Accounting Officer-Lands, Physical Planning and Urban Development	Mrs. Eunice Salau

## NAROK COUNTY EXECUTIVE

Annual Report and Financial Statements for the year ended June 30, 2022.

10	Accounting Officer- Tourism and Wildlife	Mr. Newton Mpaima
11	Accounting Officer-Public Service Management and Coordination of Decentralised functions	Mr. Linus Saire Nairimo
12	Accounting Officer-Trade, Industry and Cooperative Development	Mr. Willy Loigero

### d) Fiduciary Oversight Arrangements

The key fiduciary oversight bodies at the County for the year ended 30<sup>th</sup> June 2022 were:

#### 1. County Assembly of Narok;

The Narok County assembly offers overall oversight of all the fiduciary functions of the County Government of Narok. The County assembly is mandated to represent the public, prepare and pass legislations that are to ensure that there is satisfactory service delivery by the county executive and its entities. Further the Narok County Assembly provides oversight to ensure that the county executive and its entities comply with the law and regulations in all its financial and non-financial operations.

#### 2. Audit Committee;

The audit committee is responsible for setting standards that are to be complied with in all financial transactions. The committee evaluates the risk profile of the County government of Narok and its entities and prepares risk management policy and their implementation framework. The committee also reviews internal audit reports and gives recommendations on internal control systems and how the gaps are to be addressed.

#### 3. Public Accounts Committee;

The Narok County Public Accounts Committee reviews the Audit reports on Annual Financial Reports. The committee seeks answers on the cause of any issues raised by the auditor General, how such queries were addressed and what the management is doing to improve on the issues. The committee further gives recommendations to the management on how best to handle financial affairs of the County Government.

**4. Budget and Appropriations Committee.**

The Budget and Appropriation Committee handles the budget process. After the budget has been prepared by the County executive and submitted to the county Assembly, the committee scrutinizes it and seeks to know whether the planned expenditure is compliance with the law. The committee also seeks to find out if public participations were conducted and the views of the public incorporated in the budget.

**5. County Public Accounts and Investment Committee**

The Senate County Public Accounts and Investment committee discusses the Audit findings and gives a report and recommendations thereof

**e) County Executive Headquarters**

P.O. Box 898 - 20500  
Narok County Building/House/Plaza  
Narok-Nakuru Road  
Narok, Kenya

**f) County Executive Contacts**

Telephone: (+254) 20 268 8929 /03  
E-mail: [info@narok.go.ke](mailto:info@narok.go.ke)  
Website: [www.narok.go.ke](http://www.narok.go.ke)

**g) County Executive Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
2. Kenya Commercial Bank  
Narok Branch,  
P.O. Box 406 - 20500  
Narok, Kenya
3. Cooperative Bank of Kenya,  
Narok Branch,

P.O Box 632 – 20500  
Narok, Kenya

4. NCBA  
Narok Branch,  
P.O.Box  
Narok
5. SBM  
Narok Branch
6. Family Bank,  
Narok Branch
7. Trans national Bank  
Narok Branch
8. National Bank of Kenya  
Narok Branch

**h) Independent Auditors**

The Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
**NAIROBI, KENYA**

**i) Principal Legal Adviser**

The Attorney General  
State Law Office and Department of Justice  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
**NAIROBI, KENYA**

## **2. Foreword by the CECM Finance and Economic Planning**

It is my pleasure to present the County Government of Narok financial statements for the year ended 30<sup>th</sup> June 2022. The financial statements present the financial performance of the County Government over the past year, a statement of Assets and Liabilities as well as the statement of cash flows.

The promulgation of the Constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralised system with a devolved system of governance. The devolved system of governance consists of the National Government and forty seven County Governments. The county Government of Narok is one of the forty seven devolved units.

### **Financing of the County Government**

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

The County also finances its operations through own generated revenues. These are revenues collected within the County. The key local revenue sources for Narok County included Maasai Mara Game Reserve park entry business permits, land rates, business plan approval, advertising fees, cess and various other administrative charges.

The County continues to explore new and innovative ways of increasing its local revenue collections. Some of the steps that the County has taken towards improving its revenue collections include:

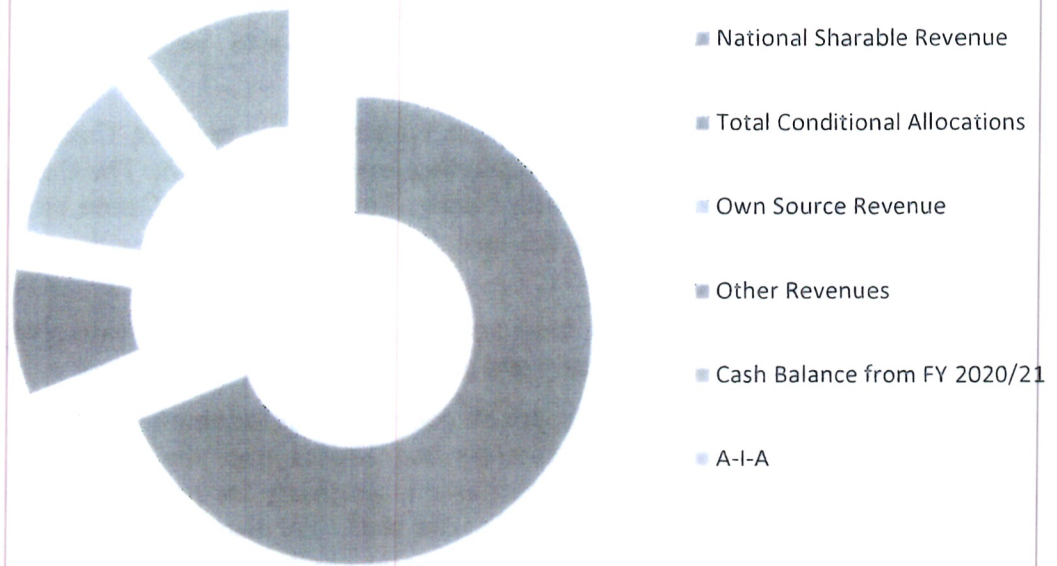
- 1) Automation of revenue collection system and
- 2) Hiring a reputable revenue collection agent

### **Financial Performance**

#### **a) Revenue**

To finance the budget, the County expects to receive Kshs.11,402,112,889 as exchequer releases and other receipts Kshs.1,950,000,000. The specific sources of revenue include Kshs.8,844,790,000 (66.2 per cent) as the equitable share of revenue raised nationally, generate Kshs.2,354,426,171 (17.6 per cent) from its sources of revenue, and a cash balance of Kshs. 1,353,634,986 ( 10.1 per cent) from FY 2020/21. The County also expects to receive Kshs.799,261,732 million (6 per cent) as conditional grants.

A graphical representation of the revenue budget is as shown below:



**Figure 1: NAROK County revenue sources in FY 2021/2022**

In FY 2021/22, the County received Kshs.8,137,206,302 as the equitable share of the revenue raised nationally and a total of other receipts of 1,698,475,647 which includes conditional grants, own source revenue, returns to CRF as presented in the table below

**Table 1: Narok County, Revenue Performance in FY 2021/22**

S/No	Description	Actual Receipts in the FY 2021/22 (in Kshs.)
1	Equitable Share (a)	<b>8,137,206,302</b>
2	World bank loan THS	49,397,655
3	World bank Loan- National Agri & Rural Growth	201,028,915
4	DANIDA Grant -UHC	8,905,875
5	Agricultural Sector Development Support Program (ASDSP)	18,291,497
6	Infrastructure Support from MOH	200,000,000
7	Own Source Revenue(Sweepings)	1,219,951,517
8	Returns to CRF	900,188
	Other Receipts (b)	<b>1,698,475,647</b>
	<b>Total Receipts (a+b)</b>	<b>9,835,681,949</b>

**b) Payments**

Our total expenditure for the year 2021/22 amounted to Kshs. 10,646,286,793. Out of this, the total development expenditure was Kshs. 1,272,926,446 while recurrent expenditure Ksh. 9,373,360,347.

The County Government is in the process constructing a medical Complex at the Narok County Referral Hospital as well as expanding level four hospitals. The County Government has also completed Ilkiragarian Health Centre, Eor Ekule Health Centre as well as Nairegia Enkare health Centre. This is for the sole reason of enhancing health care for the people residing in Narok County.

The County Government applied force account on most of the road works which resulted in saving costs with a greater efficiency and achievement in the roads sector.

Much of the recurrent budget was spent on compensation for employees. This was as a result of salary increments awarded to Doctors and Nurses over the past year. However, we appreciate that a well remunerated workforce is necessary for service delivery. As such, we are committed to improving the welfare of our staff. We also supported our communities in areas affected by the drought and the economic challenges resulting from the Covid 19 pandemic, by providing water and foodstuff to the families.

**c) Cash flows**

In the FY 2021/2022, we had many liquidity disruptions occasioned by COVID-19 pandemic and electioneering period. There was a reduced realisation of local revenue collection targets. The National Treasury was also unable to disburse funds to Narok county on timely basis resulting in cash flow challenges. Some of the money for the financial year was disbursed in July 2022, after the end of the financial year.

The cash and cash equivalents decreased to 268,329,309 as at 30<sup>th</sup> June 2022 from KShs 1,113,386,502 as at 30<sup>th</sup> June 2021.

**d) Accounts receivables**

Imprest management is a critical area of focus in Narok County. Our aim is to adhere to the PFM regulations on imprest management. We appreciate that there is still room for improvement in this area. The main challenge has been to get staff and the Members of County Assembly to account for their imprests on time. As at the end of the FY 2021/2022, there was great improvement in this section. The outstanding imprest for the county executive was Ksh 4,597,224.

**e) Pending bills**

These bills largely relate to works which were carried out in the past years. The amount of pending bills as at 30<sup>th</sup> June 2022 was 415,304,050. Our focus as a County is to settle the bills fully within the financial year. In our budget cycle, we ensure that part of the allocations is towards settlement of old outstanding pending bills.

**f) Operational performance**

The County's operations are structured in terms of departments which are headed by a County Executive Committee members (CECs). For seamless service delivery, all departments have to work in unison and synergize. In the table below, we summarize the key activities carried out by each department during the year:

<b>Department</b>	<b>Key activities</b>
Health Services	<ul style="list-style-type: none"> <li>• New health facilities were constructed</li> <li>• COVID 19 Isolation Centre was completed</li> <li>• Expansion and rehabilitation of level four hospitals</li> <li>• Dialysis machines maintained</li> <li>• ICU health machinery</li> </ul> <p>Construction of the New Hospital Block Complex at the Narok County Referral Hospital</p> <p>Construction of health Centres</p> <p>Progress in Construction of the Medical Training College</p>
Trade, Tourism and Industry	<ul style="list-style-type: none"> <li>• Maasai Mara infrastructure rehabilitation</li> <li>• Marketing Narok County as a key tourist destination</li> <li>• Automation of business permit issuance</li> </ul>
Transport and Infrastructure	<ul style="list-style-type: none"> <li>• Opening of access roads</li> <li>• Gravelling of Rural roads</li> <li>• Tarmacking a section of Narok Town Roads</li> </ul>
Lands, Housing and Physical Planning	<ul style="list-style-type: none"> <li>• Initiated process of Narok Town plots Title issuance</li> <li>• Automation of business permit approval process</li> </ul>
Agriculture and Water	<ul style="list-style-type: none"> <li>• Vaccination programme</li> <li>• Animal breeding stock</li> <li>• Supply of certified seeds to farmers</li> </ul>

	<ul style="list-style-type: none"> <li>• Educating Farmers to farmers on profitable farming Livestock health programmes</li> </ul>
Education, Youth Affairs, Sports and Culture	<ul style="list-style-type: none"> <li>• Vocational training Centres infrastructure</li> <li>• Narok County cultural day</li> <li>• Construction of classrooms Vocational Training Centres</li> </ul>

**Table 2: Departmental performance in the FY 2021/2022**

Despite the notable achievements, we have experienced some challenges during the year. These include:

- 1) The global COVID-19 pandemic that paralysed most operations in the country.
- 2) Under-collection of own revenue collection – 'we are exploring ways of boosting revenue collection further so as to achieve better results.
- 3) We have also experienced challenges with IFMIS as a result of down times and poor internet connectivity. This has in some instance delayed payments to suppliers.

**Conclusion**

FY 2021/2022 started off well. Good progress was made and the momentum has been created to enable the County Government of Narok continue on a trajectory into prosperity. We have identified gaps and areas to improve on in the subsequent quarters, especially in revenue collection, public private partnerships as well as effective public participation.

I take this opportunity to thank H.E. the Governor and H. E. The Deputy Governor for their support in areas of Policy, Governance, general direction and political good will. I would also wish to thank my colleagues, the County Executive Committee Members in charge of other departments who we have worked hand in hand to ensure that Narok County achieves its mission.

I thank all staff in the entire County for their continued commitment and dedication through hard work in delivering services to our people.



.....  
**Julius M. T. Sasai**  
**CECM Finance and Economic Planning**  
**County Government of Narok**

### **3. Statement of Performance against County Predetermined Objectives**

#### **Introduction**

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

#### **Strategic development objectives**

The County's 2018-2022 CIDP identified six key strategic development objectives. Broadly, these objectives were identified through a participatory process that reviewed the development priorities of the Governor's Manifesto, the National Government's "Big Four", NIUPLAN, SDGs and the MTP III. The strategic objectives are a synthesised product of the aforementioned planning frameworks that amalgamate the thematic focus and development aspirations in these policy frameworks.

The key development objectives in the Narok County's 2018-2022 CIDP are to:

- (i) Attain economic empowerment through value-adding production, food security, and resource-based industrialization, sustainable environment and land management;
- (ii) Improve the management, rebranding and marketing of Maasai Mara Game Reserve, diversifying tourism products and upgrading Narok town to a resort city;
- (iii) Achieve social wellbeing by improving healthcare, education and social welfare;
- (iv) Increase access to water in both rural and urban areas beyond present levels in a sustainable way for socio-economic development;

(v) Provide land resources, infrastructure and frameworks for physical planning, housing and urban development in Narok County;

(vi) Build strong, high quality and resilient infrastructure and legal framework in support of economic empowerment, social development, tourism promotion, urban development & water resource management;

Below we present the progress made in attaining the objectives of the CIDP (2018-2022) for Narok County.

Ref	Objective as per CIDP	Performance/Progress made up since 2018 up to date	Remarks (Explain the reasons underperformance/Overperformance)
	Attain economic empowerment through value-adding production, food security, and resource-based industrialization, sustainable environment and land management.	<ul style="list-style-type: none"> <li>• The county is supporting 5 value chains namely Cow Milk, beef, Irish potatoes, tomatoe, Kienyeji Poultry</li> <li>• The beneficiary groups have been federated into common interest Groups and producer organizations for economic of scale and market access</li> </ul>	Effort has led to increased productivity and profitabil The project is moving towards establishment of Saving and credit co-operative societies (SACC
	Improve the management, rebranding and marketing of Maasai Mara Game Reserve, diversifying tourism products and upgrading Narok town to a resort city	<ul style="list-style-type: none"> <li>• The county has been running a marketing and branding program</li> <li>• The upgrading of Narok town into a resort city is progressively being achieved through a multi-sectoral approach</li> <li>• Narok Town has been conferred a Municipal status, board institution and structures put in place</li> <li>• Narok County Hospital is</li> </ul>	The onset of COVID 19 affected the turn around time

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

		<ul style="list-style-type: none"> <li>being upgraded into a referral hospital – currently at 84% level of completion</li> <li>• Tarmacking of roads within the Municipality is ongoing.</li> <li>• Streetlighting projects in all urban centres</li> <li>• Land reforms to attract investments</li> </ul>	
	Achieve social wellbeing by improving healthcare, education and social welfare	<ul style="list-style-type: none"> <li>• Four Subcounty Health Facilities have been upgraded</li> <li>• The county Referral Hospital is near completion</li> <li>• The works on COVID 19 isolation centre was completed in FY 2021/2022</li> </ul>	The onset of COVID 19 affected the turnaround time
	Increase access to water in both rural and urban areas beyond present levels in a sustainable way for socio-economic development	<ul style="list-style-type: none"> <li>• 4 major dams have been completed</li> <li>• 2 major completion waterpans</li> <li>• 1 Water distribution system installed</li> </ul>	The delay in the enactment of the County Government Additional Conditional Grant 2022 caused a delay in the release of the grants thereby affecting the operationalization of some of the projects
	Provide land resources, infrastructure and frameworks for physical planning, housing and urban development in Narok County	<ul style="list-style-type: none"> <li>• Digitization of lands records initiated and currently ongoing</li> <li>• 10km of tarmac roads constructed in Narok Municipality</li> <li>• Narok Bus park constructed. Currently at 80% level of completion</li> <li>• The process of preparation of the Spatial plan</li> </ul>	The project has stopped due to delay in disbursement of funds by partners
	Build strong, high quality and resilient infrastructure and legal framework as enablers	<ul style="list-style-type: none"> <li>• 500km of county roads, graded</li> <li>• N/Enkare and Lolgorian Markets completed</li> </ul>	Delay in disbursement of funds affected the project completion time

		<ul style="list-style-type: none"> <li>• Monitoring and evaluation policy completed and approved</li> <li>• Gender policy developed and approved</li> <li>• FGM Policy developed and approved</li> </ul>	
--	--	--	--

**Progress on Attainment of Development Objectives from Annual Development Plan**

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Department	Objective	Outcome	Indicator	Performance
Agriculture, Livestock and Fisheries	Attain economic empowerment through value-adding production, food security, and resource-based industrialization, sustainable environment and land management.	Increased productivity and profitability	% increase farm productivity % growth in savings in select group of farmers	Attained a 106% increase in yield of Irish potatoes in some sampled farms Some dairy farmers achieved an increase in milk production by 150% Realised a growth of 20% in saving by co-operatives in some select wards
Public Works, Roads & Transport	To develop and maintain roads and storm water drainage to global standards	Increased efficient transportation of people, goods and services	% Of motorable and passable roads within the city	In FY 21/22 we increased bitumen roads by 5%
Health and Sanitation	To reduce incidences of preventable illnesses and mortality at the County level	Reduction in morbidity and mortality	Rate of response to emergency cases evacuation	90% of emergency cases responded to on time
	Modernization of selected public hospital facilities	Increased access to specialised curative diagnostic	% Increase of access to specialised diagnostic	4 sub-county hospital upgraded, and 1 county hospital is being upgraded to a referral

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

Department	Objective	Outcome	Indicator	Performance
		interventions	services	hospital. The outcome will best be measured in FY 2022/2023 as the facilities become fully operational
	To reduce incidences of preventable illnesses and mortality at the County level	Reduction of Child mortality	% Increase in immunization coverage	The county increase immunization coverage by 2% in FY 2021/2022
Water, Environment and Natural Resource	Increase access to clean safe drinking water	Increase in households with access to watering point located within 3 km from their residences	Proportion of households with to functioning watering points located within 3 km from their residences	An increase by 5% of households with to functioning watering points located within 3 km from their residences
Land Housing, Physical Planning and Urban Development	Provide land resources, infrastructure and frameworks for physical planning, housing and urban development in Narok County	Simplification in land transaction	Level of digitization of land records	Automation is ongoing with some of the records fully digitized.

*N/B: Data and information provided here should be verifiable against the ADP.*

#### **4. Environmental and Sustainability Reporting**

Narok County Government exists to transform lives. This is our purpose; the driving force behind everything we do. It is what guides us to deliver on our development plan(s): putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence to ensure the County's sustainability. Below is a brief highlight of our achievements in each pillar

##### **1. Sustainability strategy and profile**

The CEC under the leadership of his Excellency the governor has put lots of focus and emphasized on long-term planning especially matters development projects. This has been achieved by increased allocation to development projects, private sector support programmes and a robust infrastructure network aimed at enhancing private and public sector growth.

The administration has maintained a system of paying for the services offered based on percentage completion enhancing accountability and prime use of resources based on the retention mechanism as per international prudent accounting policies and standards.

##### **2. Environmental performance**

The administration has been very specific on matters environment facilitating field patrols and eviction of persons who encroach into the gazetted forest areas especially the Mau complex. Deliberate reforestation in the Mau has also been a priority for the government to reclaim the deforested zones. Logging menace has also been curbed to a great extent following establishment of several Kenya Forest Service camps within the complex. The administration has also put focus on Naimina enkiyio forest protection and the Nyakweri forest rehabilitation and conservation. Need to plant more trees with the community, alternative fuel instead of destroying trees

##### **3. Employee welfare**

The gender ratio remains a key consideration in the hiring process by the CPSB. The hiring process is a qualification merit process based on advertisement of open vacancies and shortlisting by the CPSB. Employee training constitutes a key component of skills enhancement. Occupational Safety and Health Act of 2007 is enhanced by adherence to the guidelines e.g. provision of fire extinguishers in strategic positions. The county administration has also enhanced safety as far as Covid 19 is concerned by employing

rotational shifts working, enhancing working from home mechanisms as well as social distance enforcement on matters working space. Masks and sanitizers have also been availed for the employees at all levels. Information security is enhanced through ICT safety training, as well as proper filing and secure storage of both financial and non-financial information.

**4. Market place practices-**

The county government remains committed to responsible and professional competition practices whilst providing certain services provided by its competition. This is in line with the fact that it also has a responsibility to provide growth facilitation of its private competition by providing a conducive business environment. All the tenders are considered in a fair and just process with all the necessary tendering processes and controls considered.

**5. Community Engagements**

The county government has taken an initiative to remove less fortunate kids from the streets by housing, schooling and taking care of their needs under the office of the governor. Previously the kids were exposed to the harsh life of the streets. The county government has also taken initiative to stop FGM across the entire county by providing necessary community awareness on the dangers of FGM. The government has also engaged the women across the county in economically viable skills such as beadwork (shanga works) which is purely charitable. The women have thus become self-sustaining.

**6. Others**

(The organisation gives details of CSR activities carried out in the year and the impact to the society. The statement may also include how the organisation promotes education, sports, healthcare, labour relations, staff training and development, and water and sanitation initiatives)

**5. Statement of Management Responsibilities**

Sections 163,164 and 165 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County Government entity, receiver of receipts and consolidated financial statements for all County Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The County Executive Committee (CEC) member for Finance and Economic planning of the County Government is responsible for the preparation and presentation of the County Executive's financial statements, which give a true and fair view of the state of affairs of the County Executive for and as at the end of the financial year ended on June 30, 2022. 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 Executive;
- (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 Executive;
- (v) Selecting and applying appropriate accounting policies; and
- (iv) Making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Executive's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the County Executive's financial statements give a true and fair view of the state of the County Executive's transactions during the financial year ended June 30, 2022, and of its financial position as at that date.

The CEC member for finance further confirms the completeness of the accounting records maintained for the County Executive which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

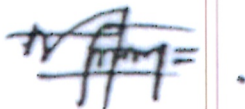
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The CEC member for finance confirms that the County Executive has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Executive's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Further the CEC member for finance confirms that the County Executive's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The County Executive's financial statements were approved and signed by the CEC member for finance on 30<sup>th</sup> September 2022.



.....  
**County Executive Committee Member –  
Finance and Economic Planning**

# REPUBLIC OF KENYA

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NAIROBI

## REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF NAROK FOR THE YEAR ENDED 30 JUNE, 2022

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### PREAMBLE

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

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

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### **Adverse Opinion**

I have audited the accompanying financial statements for County Executive of Narok set out on pages 1 to 40 which comprise of the statement of assets and liabilities as at 30

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*Report of the Auditor-General on the County Executive of Narok for the year ended 30 June, 2022*

June, 2022 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, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position for the County Executive of Narok as at 30 June, 2022 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 do not comply with the Public Finance Management Act, 2012.

## **Basis for Adverse Opinion**

### **1. Inaccuracies in the Financial Statements**

The statement of receipts and payments reflects total expenditure of Kshs.3,434,162,137 in respect to twenty (20) items. However, the Integrated Financial Management Information System (IFMIS) ledgers reflects a total amount of Kshs.2,767,482,940 for respective items resulting to unreconciled variances as detailed below:

<b>No</b>	<b>Expenditure Item</b>	<b>Financial Statements Balances (Kshs.)</b>	<b>IFMIS Ledger Balances (Kshs.)</b>	<b>Variance (Kshs.)</b>
1	Refurbishment of Buildings	17,921,254	51,109,772	(33,188,518)
2	Construction of buildings	973,558,334	1,199,447,831	(225,889,497)
3	Construction of roads	53,829,268	132,032,389	(78,203,121)
4	Specialized Equipment	62,741,380	44,680,820	18,060,560
5	Acquisition of Land	54,994,039	-	54,994,039
6	Construction and Civil Works	32,355,705	100,414,391	(68,058,686)
7	Purchase of office Furniture and General Equipment	6,376,944	4,426,000	1,950,944
8	Research Studies	14,412,718	6,869,775	7,542,943
9	Other Operating Cost	267,464,424	428,997,844	(161,533,420)
10	Hospitality Expenses	586,650,506	235,324,700	351,325,806
11	Domestic travel and accommodation	124,700,336	51,531,215	73,169,121
12	Foreign travel	5,359,757	509,400	4,850,357
13	Communication and supply Services	364,309,425	-	364,309,425
14	Advertising printing and information supply services	278,339,020	52,983,316	225,355,704

No	Expenditure Item	Financial Statements Balances (Kshs.)	IFMIS Ledger Balances (Kshs.)	Variance (Kshs.)
15	Training Expenses	119,275,795	22,635,375	96,640,420
16	Utilities, supplies and services	50,349,806	29,889,729	20,460,076
17	Routine Maintenance vehicles and transport equipment	204,555,696	176,637,490	27,918,205
18	Fuel Oil and Lubricants	178,000,000	-	178,000,000
19	Rental of Produced Assets	15,210,192	131,699,617	(116,489,425)
20	Insurance Costs	23,757,538	98,293,276	(74,535,738)
	<b>Total</b>	<b>3,434,162,137</b>	<b>2,767,482,940</b>	

No reconciliations were provided to account for the variances.

Further, the statement of receipts and payments reflects transfers to other government units amount of Kshs.1,100,441,728 which, as disclosed in Note 5 to the financial statements, includes an amount of Kshs.849,941,728 transferred to the County Assembly. However, the financial statements of the County Assembly for the year ended 30 June, 2022 reflects total receipts from the County Executive of Kshs.812,941,728 resulting to an unexplained and unreconciled variance of Kshs.37,000,000.

In the circumstances, the accuracy and completeness of the statement of receipts and payments could not be confirmed.

## 2. Use of Goods and Services

### 2.1 Unaccounted for Transfers to Other Departments

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects use of goods and services expenditure of Kshs.4,016,912,801 which includes Kshs.1,833,788,773 transferred to other Departments and charged against various expenditure items. However, the actual expenditure returns, payment vouchers, journal vouchers and bank statements documenting how the funds were spent were not provided for audit.

In the circumstances, the propriety, accuracy and completeness of use of goods and services amount of Kshs.1,833,788,773 could not be confirmed.

### 2.2 Unsupported Expenditure

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects use of goods and services amount of Kshs.4,016,912,801 which includes Kshs.5,359,757; Kshs.11,192,863; Kshs.149,894,917 and Kshs.34,419,887 in respect to foreign travel and subsistence, training expenses, legal fees and drugs and

non-pharmaceuticals expenses all totalling Kshs.200,867,424. However, supporting documents including copies of boarding passes and passports, invoices, delivery notes, distribution lists, training needs assessments and locations of trainings, legal fees notes and inspection and acceptance certificates were not provided for audit.

In the circumstances, the propriety, accuracy and completeness of use of goods and services amount of Kshs.200,867,424 could not be confirmed.

### **2.3 Unaccounted Transfers to Mara Conservancy**

The statement of receipts and payments and disclosure Note 4 to the financial statements reflects use of goods and services amount of Kshs.4,016,912,801 which includes Kshs.278,339,020 for printing, advertising and information supplies and services expenditure which further includes Kshs.40,000,000 transferred to Mara Conservancy Operation Bank account. However, the expenditure returns for the expenditure of Kshs.40,000,000 were not provided for audit. Further, the receiver of revenue statement for the year under review did not reflect any revenues collected by the Conservancy.

In the circumstances, the propriety, accuracy and completeness of transfers to Mara Conservancy of Kshs.40,000,000 could not be confirmed.

### **2.4 Unconfirmed Service Fees**

The statement of receipts and payments and disclosure Note 4 to the financial statements reflects use of goods and services of Kshs.4,016,912,801 which includes Kshs.1,364,228,846 incurred on specialized materials and services. Included in Kshs.1,364,228,846 is Kshs.50,000,000 or 6.5% service fees paid to Kenya Airport Parking Services (KAPS) for revenue collection services at Maasai Mara Game Reserve. However, and contrary to clause 3.6 (d) of the agreement between KAPS and the County Government, the operator's bank account statements and revenue collection reports were not provided for audit.

In the circumstances, the propriety, accuracy and completeness of payments to KAPS of Kshs.50,000,000 could not be confirmed.

## **3. Unsupported Acquisition of Assets**

### **3.1 Referral Hospital Block**

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects acquisition of assets amount of Kshs.1,272,926,446 which includes construction of buildings amount of Kshs.973,558,334. Included in the amount is an advance payments of Kshs.245,000,000 in respect of provision of mechanical, electrical engineering services and associated works for new County Referral Hospital block at a contract value of Kshs.469,614,655. Although certificate No.4 for certified works of Kshs.287,797,960 was provided in support of the payments, no works had commenced as at 01 September, 2022 and the project was not in the approved budget. Further, a detailed schedule indicating description of building, land reference number, contract

number, contract value and proof of land ownership were not provided for audit. In addition, the building cost has not been reflected as work in progress in the asset register.

### **3.2 Construction of Roads**

Included in the acquisition of assets expenditure of Kshs.1,272,926,446 is an amount of Kshs.53,829,268 incurred on maintenance of county roads. However, the County Government does not maintain an inventory of public roads specifying the roads in respect of classification, road names and length by surface and therefore, details indicating the number of kilometres of road works done could not be confirmed. In addition, the road assets amount omits the value of roads funded by Road Maintenance Levy Fund during the year under review.

### **3.3 Purchase of Specialized Plant, Equipment and Machinery**

Included in the acquisition of assets expenditure of Kshs.1,272,912,446 is also an amount Kshs.62,741,380 incurred on purchase of specialised plant, equipment and machinery. However, supporting documents including purchase invoices and detailed schedules indicating the model, serial numbers, description and function were not provided for audit.

### **3.4 Consultancy Services**

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects acquisition of assets amount of Kshs.1,272,912,446 which includes construction of buildings amount of Kshs.952,904,195. Included in the amount is Kshs.19,721,494 and Kshs.14,412,718 in respect of consultancy services and research studies for project preparation, design review and supervision of various projects respectively, both totalling to Kshs.34,134,212. However, the payments were not supported by reports prepared by the consultancy firm as an indication that the services were actually delivered. Further, the contracts signed on 10 March, 2020 between the consultancy firm and the County did not indicate the terms of reference, expected milestones and timelines.

In the circumstances, the propriety, accuracy and completeness of Kshs.245,000,000; Kshs.53,829,268; Kshs.62,741,380 and Kshs.34,134,212 for referral hospital block, construction of roads; purchase of specialized plant, equipment and machinery and consultancy services respectively, totalling to Kshs.395,704,860 could not be confirmed.

## **4. Unconfirmed Cash and Bank Balances**

The statement of financial position and as disclosed in Note 8A to the financial statements reflects a bank balance of Kshs.265,850,678. However, the statement of cash flows reflects Kshs.268,329,309 resulting to an unreconciled variance of Kshs.2,478,631. Further, the statement of cash flows reflects an opening cash bank balance of Kshs.1,078,934,153 while the previous year's statement of cash flows reflected a closing balance of Kshs.1,113,386,503 resulting to an unreconciled variance of Kshs.34,452,350.

In addition, the statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.265,850,678 which includes an amount of Kshs.150,821,425 in respect to seventeen (17) bank accounts. However, the bank reconciliation statements, cashbooks, certificate of bank balances and Board of Survey reports were not provided for audit.

In the circumstances, the accuracy, completeness and existence of the bank balance of Kshs.265,850,678 could not be confirmed.

#### **5. Unconfirmed Outstanding Imprests and Advances**

The statement of assets and liabilities and as disclosed in Note 9 to the financial statements reflects outstanding imprest and balances of Kshs.4,597,224. However, a detailed schedule indicating opening balances, imprest issued and surrenders during the year under review was not provided for audit.

In the circumstances, the accuracy, completeness and existence of outstanding imprest and advances balance of Kshs.4,597,224 could not be confirmed.

#### **6. Unsupported Deposits and Retentions**

The statement of assets and liabilities and as disclosed in Note 10 to the financial statements reflects deposits and retentions balance of Kshs.2,118,592. However, the cash book reflected a balance of Kshs.42,903,563 resulting to an unreconciled variance of Kshs.40,784,971. Further, the certificate of bank balance reflected Kshs.17,497,571 resulting to an unreconciled variance of Kshs.15,378,979. In addition, the bank reconciliation statements includes Kshs.44,024,569 and Kshs.28,645,590 reflected as unpresented cheques and uncredited receipts respectively whose details were not provided for audit. Further, completion of works certificates were not provided for audit to support how the opening balance of Kshs.45,535,150 was refunded to contractors.

In the circumstances, the accuracy and completeness of deposits and retention balance of Kshs.2,118,592 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of County Executive of Narok Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse opinion.

#### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report on during the year under review.

## **Other Matter**

### **1. Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final budgeted receipts and actual amount on a comparable basis of Kshs.13,352,112,889 and Kshs.9,835,681,949 respectively, resulting to receipts shortfall of Kshs.3,516,430,939 or 26% of the budget. Similarly, the County Executive spent Kshs.10,646,286,793 against an approved budget of Kshs.13,352,112,889 resulting to under-expenditure of Kshs.2,705,826,096 or 20% of the budget. Reasons for the receipts shortfall and the under expenditure were not provided.

The receipts shortfall and under expenditure impact negatively on the delivery of services to the residents of Narok County.

### **2. Pending Accounts Payables**

Annex 4 of the financial statements reflects pending accounts payables amounting to Kshs.415,304,050 due to suppliers of goods, works and services. Further, Annex 5 of the financial statements reflects pending staff payables amounting to Kshs.210,597,267 resulting to total pending bills of Kshs.625,901,317. However, the pending bills of Kshs.415,304,050 due to suppliers of goods, works and services were not supported with aging analysis, contract agreements, local purchase orders /local service orders, invoices, delivery notes, Inspection and Acceptance Committee reports.

In the circumstances, the accuracy and completeness of the pending bills payable of Kshs.415,304,050 could not be confirmed.

### **3. Unresolved Prior Year Matters**

Several prior year audit issues remained unresolved as at 30 June, 2022. Management did not provide reasons for the delay in resolving the prior year audit issues.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **1. Failure to Prepare County Entities Financial Statements**

The County Treasury did not prepare and submit for audit financial statements for Narok and Kilgoris Municipalities, Facility Improvement Fund and Level Four Hospitals within

the County as prescribed by the Public Sector Accounting Standards Board (PSASB) as communicated through The National Treasury Circular Ref. No. AG.4/16/3 Vol. II (66) of 06 July, 2022. This is also contrary to Section 164 of the Public Finance Management Act, 2012 which requires an Accounting Officer for a county government entity to prepare and submit to the Auditor-General for audit financial statements in respect of the entity in formats prescribed by the Public Sector Accounting Standards Board within three months after the end of each financial year.

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

## **2. Retention of Staffs beyond the Mandatory Retirement Age**

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects compensation of employees amount of Kshs.3,761,884,987 which includes Kshs.53,855,428 (monthly salary Kshs.4,487,954) paid to thirty-two (32) officers who had reached the mandatory retirement age of 60 years but were retained in service without any justification or evidence of disabilities. This was contrary to Section D.21 of the Human Resource Policies and Procedures Manual for the Public Service 2016, provides that all officers shall retire from service on attaining the mandatory age of 60 years and 65 years for persons with disability and/or as may be prescribed by government from time to time.

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

## **3. Excess Transfers to the County Assembly**

The statement of receipts and payments reflects transfers to other government units amount of Kshs.1,100,441,728 which, as disclosed in Note 5 to the financial statements, includes an amount of Kshs.849,941,728 transferred to the County Assembly and accounts for eight percent (8%) of the total county revenue amounting to Kshs.9,835,681,949. This was contrary to Regulation 25(1)(f) of the Public Finance Management (County Governments) Regulations, 2015 which states that the approved expenditures of a County Assembly shall not exceed seven per cent of the total revenues of the County Government or twice the personnel emoluments of that County Assembly, whichever is lower.

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

## **4. Funding of National Government Projects**

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects transfers to other government entities amount of Kshs.1,100,441,728 which includes an amount of Kshs.199,500,000 spent on scholarships and other educational benefits. Included in the amount is Kshs.105,050,000 irregularly transferred to various primary and secondary schools for the construction of classrooms, dormitories and libraries which is a mandate of the National Government. Further, there was no memorandum of understanding between the two levels of Government, enabling the County to undertake the development of projects in the schools.

Further, there were no confirmations from the respective institutions that they received the funds and utilized them for the intended purpose.

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

#### **5. Irregular Payments to the Council of Governors**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects use of goods and services amount of Kshs.4,016,912,801 which includes rentals of produced assets amount of Kshs.15,210,192 out of which Kshs.1,380,000 was paid to the Council of Governors. This was contrary to Section 37 of the Intergovernmental Relations Act, 2012 which states that the operational expenses in respect of the structures and Institutions established by the Act shall be provided for in the annual estimates of the revenue and expenditure of the National Government.

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

#### **6. Non- Operationalization of County Healthcare Services Improvement Fund**

The County Assembly of Narok passed the County Healthcare Services Improvement Fund Act, 2017 on 24 June, 2017 to facilitate the establishment and administration of a Fund to manage Level 4 health facilities through the appointment of a Health Services Board. The functions of the Fund and Board would include guiding the collection and banking of hospital fees and management of waivers and exemptions in the Level 4 health facilities. During the year under review, the hospitals collected Kshs.28,070,700 in fees and also granted waivers and exemptions amounting to Kshs.1,834,850. However, at the time of audit in August, 2022 the County Executive had not appointed a Board to manage these facilities.

In the circumstances, the health facilities may not be efficiently managed and the County Executive was in breach of the law.

#### **7. Irregular Operation of Commercial Bank Accounts**

Review of records provided for audit revealed that the County Treasury operated nineteen (19) commercial bank accounts during the year under review. This was contrary to Regulation 82(1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which states that all county exchequer accounts shall be opened at the Central Bank of Kenya and for avoidance of doubt, all county government bank accounts shall be opened at the Central Bank of Kenya except for imprest bank accounts for petty cash.

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

#### **8. Re-Deployment of Revenue Collection Staff**

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects compensation of employees amount of Kshs.3,761,884,987 which

includes an amount of Kshs.255,222,960 paid to three hundred and forty-one (341) staff members who were re-deployed from revenue collection to other departments as a result of outsourcing the revenue collection functions to an agent. However, no staffing needs assessment was carried out to effectively utilise the human resource asset and specify the duties, job description and performance measurement of the officers in their new workstations.

In the circumstances, no value for money may have been obtained from the annual salary payments of Kshs.255,222,960 to staff who may have been unproductive or idle during the year under review.

## 9. Non-Recovery of Salary Paid to Absentee Employees

Review of records provided for audit revealed that the County Public Service Board had recommended recovery of salaries of Kshs.7,928,454 paid to thirteen (13) staff members who were absent from work without leave or lawful cause for durations ranging between two months to three and a half years. However, no evidence was provided for audit to prove that the directives were effected and the payments recovered. Further, although the Board recommended that the officers be surcharged for the salary received, clause 9.8 of the County Human Resource Policies and Procedures Manual recommends dismissal from service for such cases.

In the circumstances, the propriety and value for Kshs.7,928,454 paid to absentee employees could not be confirmed.

## 10. Project Implementation

### 10.1 Irregular Variation of Works

Review of records provided for audit revealed that the County Executive contracted contractors through contract No. NCG/TECH/CHQ/039/2019-2020 for the construction of a new Referral Hospital Block and Mortuary at cost of Kshs.558,795,435 and contract No. NCG/TECH/MED/SCH/063/2019-2020 for the construction of the Narok County Medical School, Hostel and Associated Works at a sum of Kshs.288,850,043. However, the works certified differed from the Bills of Quantities amounts resulting to irregular variations of Kshs.103,295,764 as detailed below:

Contract	Contract Value (Kshs.)	Bills of Quantities (Kshs.)	Works Certified (Kshs.)	Variance (Kshs.)
NCG/TECH/CHQ/039/2019-2020	558,795,435	341,085,505	413,812,794	72,727,289
NCG/TECH/MED/SCH/063/2019-2020	288,850,043	169,462,128	200,030,903	30,568,775
<b>Total</b>	<b>847,645,478</b>	<b>510,547,633</b>	<b>613,843,697</b>	<b>103,296,064</b>

However, no justification for variation of works and relevant approvals were provided for audit and therefore the incremental cost of Kshs.103,295,764 may negatively affect the overall project budget.

## 10.2 Duplication of Works

The county Government entered into contracts for the construction of a new referral Hospital and Narok Medical Training Center at a contract sum of Kshs.558,795,435 and Kshs.288,850,043 respectively. The contracts included both structural and electrical works.

However, towards the end of the contracts, Management entered into another contract for provision of electrical and mechanical works at a contract sum of Kshs.469,614,655 for the referral hospital and Kshs.118,918,917 for MTC respectively. The new contract was with a different contractor but for the same buildings thereby increasing the total cost for the two projects by Kshs, 588,533,572 as detailed below:

<b>Project</b>	<b>Original Contract (Kshs)</b>	<b>New Contract (Kshs)</b>	<b>Total Cost (Kshs)</b>
Narok Referral Hospital	118,918,918	469,614,655	588,533,573
Narok Medical School Hostel and Associated Works	93,450,000	118,918,917	212,368,917
<b>Total</b>	<b>212,368,918</b>	<b>588,533,572</b>	<b>800,902,490</b>

The second contract was therefore is a duplication of some phases of the first contract and Management did not provide any justification for the new contracts issued in respects of works which were ongoing.

In the circumstances, value for money on mechanical, electrical engineering and associated works of Kshs.588,535,575 could not be confirmed.

## 10.3 Award of Road Works to an Unqualified Contractor

The County Executive awarded a contract for repair and rehabilitation of Nairegie-Enkare Road and completion of Narok Township roads to a contractor through Open Tender No. NCG/TECH/BITUMEN/071/2021-2022 at a cost of Kshs.132,014,797 on 15 February, 2022. As at 30 June 2022 a total of Kshs.10,000,000 had been paid. However, records provided for audit, indicated that the Company awarded the contract, did not have specific construction experience, schedule of major items of plant, proof of ownership/lease agreements of plant and equipment held and list of equipment holding required to complete the task as specified in the tender document.

Further, as at 1 September, 2022 the Company had only completed Garage Loop-CBD road measuring 0.4km yet the contract period of six months had lapsed. Works on

Lenana area-1.2 km, Masaai Mara University road-1.7 km, Prisons loop roads-1.7 km, Junction B7 to Nairegi-Enkare town road 5.5 km and Nairegi-Enkare Market loop road -1 km, had not begun upon the contract lapse putting doubt on the competency of the Contractor to undertake the works.

In the circumstances, the quality of works may be compromised and the cost of works may escalate due to implementation delays.

#### 10.4 Delayed Completion of Capital Projects

Review of records provided for audit on project implementation status as at 5 August, 2022 revealed that fifteen (15) projects with a contract value of Kshs.1,978,691,605 and cumulative payments of Kshs.1,336,422,227 were behind the agreed completion dates as indicated below;

Project No.	Project Description/ Details	Contract Amount (Kshs.)	Amount Paid (Kshs.)	Expected Completion Date	% of Completion
1	Proposed New Hospital Block and Mortuary at Narok County Referral Hospital.	558,795,432	511,634,304	09 Aug, 2021	90%
2	The Mechanical, Electrical, Engineering Services and Associated Works for New Narok County Referral Hospital Block	469,614,655	245,000,000	18 July, 2022	65%
3	Proposed Construction of a New Narok County Medical School (MTC), hostels and Associated Works	288,850,043	221,528,196	31 Dec, 2021	90%
4	The Mechanical, Electrical, Engineering Services and Associated Works for New Narok County Medical School (MTC)	47,954,637	0	18 July, 2022	45%
5	Construction and Upgrading of Lolgorian Health Centre to a Standard Level 4 Hospital (phase 1).	160,353,602	144,252,149	05 June, 2021	86%
6	Proposed Expansion Works at Nairegie Enkare Sub -county Hospital	105,406,405	20,000,000	24 Jan, 2023	40%

Project No.	Project Description/ Details	Contract Amount (Kshs.)	Amount Paid (Kshs.)	Expected Completion Date	% of Completion
7	Proposed Expansion Works at Emurua Dikirr Sub -county Hospital	44,300,238	29,895,992	24 Jan, 2023	40%
8	Proposed Expansion Works at Lolgorian Sub -county Hospital	89,539,451	20,000,000	24 Jan, 2023	60%
9	Ololulunga Covid 19 Isolation Center Phase 2 & Associated Works	99,655,497	85,640,308	02 Aug, 2021	85%
10	Construction of a Standard Dispensary at Oloshaiki-narok East	10,552,474	10,059,000	24 June, 2022	95%
11	Construction of a Standard Health Centre at Nkararo-transmara West	50,310,940	23,073,468	24 June, 2022	45%
12	Construction of A Standard Health Center at Inkoirienito-narok East	25,803,086	10,000,000	24 June, 2022	40%
13	Construction of Various Health Facilities: Ositete, Olkoroi, Olposimoru Mara And Naromoru Dispensary	9,353,574	9,620,002	09 Feb, 2017	90%
14	Construction of Various Health Facilities: Chemamit, Kapsasain, Kiribwet, Kabolecho and Salgas Dispensaries	11,451,874	3,031,094	09 Feb, 2017	70%
15	Construction of Various Health Facilities: Kamaget, Sosiana and Mogor Dispensaries	6,749,697	2,687,714	09 Feb, 2017	40%
	<b>Total</b>	<b>1,978,691,605</b>	<b>1,336,422,227</b>		

Further, no appropriate action has been taken by the Management to address obligations not met by the contractors.

In the circumstances, failure to implement projects as planned may have negatively impacted on delivery of goods and services to the residents of Narok County.

## 11. Project Verification

During the year under review, twelve (12) projects with a contract value of Kshs.1,003,336,431 were verified in the month of October 2022, and anomalies noted are as detailed below:

No.	Project	Contract Value (Kshs.)	Cumulative Payments (Kshs.)	Audit Observations
1	Construction of Narok Medical School, Hostel and Associated Works	288,850,043	200,030,905	Construction works totalling Kshs.131,620,940, still pending
2	Construction of Various Health Facilities: Ositete, Olkoroi, Olposimoru Mara and Naromoru dispensary	9,353,574	9,620,002	At 90% ; Completion date was 9 February 2017
3	Construction of Various Health Facilities: Chemamit, Kapsasain, Kiribwet, Kabolecho and Salgaa Dispensaries	11,451,874	3,031,094	At 70%; Completion date was 9 February, 2017
4	Construction of Various Health Facilities: Kamaget, Sosiana and Mogor Dispensaries	6,749,697	2,687,714	At 70%; Completion date was 9 February, 2017
5	Construction and Upgrading of Lolgorian Health Centre to a Standard Level 4 Hospital (phase 1).	160,353,602	160,353,602	Completed on 19 March, 2021 but Theatre, Radiology, Kitchen, Laundry, Female ward, Male Ward and Mortuary block not in use
6	Construction of Twin Theatre & Radiology at Nairegie Enkare Hospital	19,521,594	19,521,594	Completed 5 June, 2021 but Twin Theatre block, Radiology Block not in use
7	Upgrading of Emurua Dikirr Health Centre to Level 4 Hospital	128,295,606	128,295,606	Completed on 24 January, 2022 Maternity, Theatre, Radiology, Kitchen, Laundry, Female ward, Male Ward and Mortuary block
8	Lolgorian Market	39,858,850	39,858,850	Not in Use

No.	Project	Contract Value (Kshs.)	Cumulative Payments (Kshs.)	Audit Observations
9	Proposed Expansion Works at Lolgorian Sub -county Hospital	89,539,451	20,000,000	Works valued at Kshs.16,532,091 paid for but not done
10	Expansion Works at Nairegie Enkare Sub -county Hospital	105,406,405	20,000,000	Works valued at Kshs.26,553,669 paid for but not done
11	Expansion Works at Emurua Dikirr Sub -county Hospital	44,300,238	29,895,995	Works valued at Kshs.15,999,434 paid for but not done
12	Ololulunga Sub County Hospital	99,655,497	85,640,309	Works valued at Kshs.59,085,194 paid for but not done
	<b>Total</b>	<b>1,003,336,431</b>	<b>718,935,671</b>	

In the circumstances, the County may have failed to obtain value for money spent on the projects cumulatively valued at Kshs.718,935,671 as at 30 June, 2022.

## 12. Unaccounted Payments on Narok Town Bus Terminus

The County Executive contracted a contractor on 27 October, 2020 for the construction of Narok Town Bus Terminus at a cost of Kshs.131,431,939 of which Kshs.20,750,000 was in respect of provisional sums, out of which Kshs.12,250,000 was paid cumulatively totalling Kshs.116,663,461 in respect of works certified to date as indicated in certificate No. 5 of 9 May, 2022, without the employer's written instructions or authorisation. Further, physical site verification done on 1 September, 2022 revealed that the automated access gates, electrical works and other associated works and the overhead water storage, underground water tank and plumbing works had not been done although partly paid for. In addition, the project completion date was extended from 24 April, 2021 to 31 August, 2022 without following due process in breach of Section 139(2) of the Public Procurement and Asset Disposal Act, 2015.

In the circumstances, the propriety and value for payments of Kshs.12,250,000 for provisional sums could not be confirmed.

## 13. Unsupported Funds Withheld at Source on Managed Equipment Service

Review of records provided for audit revealed that Kshs.153,295,744 was withheld at source in respect of servicing lease rentals for medical equipment supplied through Managed Equipment Services (MES) agreement between the State Ministry of Health and the 47 County Governments that took effect from February 2015 for a period of 7 years. Further, the medical equipment's were supplied to County Governments under the categories listed below: Theatre equipment, Theatre, Central Sterile Stores Department

(CSSD) equipment, Laboratory equipment (Category 1), Laboratory equipment (Category 2), Renal Equipment, Intensive Care Unit Equipment and Radiology Equipment. However, no records were provided for audit as indication of delivery and receipt of equipment in the County. In addition, the signed Memorandum of Understanding (MoU) between the county and State Ministry of Health, list of beneficiary hospitals against equipment supplied, Inspection and Acceptance Committee certificates, equipment invoices and updated assets register were not provided for audit.

In the circumstances, the propriety and value of lease rentals of Kshs.153,295,744 could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, because of the significance of the matters discussed in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance sections of my report, based on the audit procedures performed, I confirm that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

#### **1. Internal Audit Function**

Review of records provided for audit revealed that the County Internal Audit Department did not have an approved Internal Audit Charter, approved annual audit plan and independent budget or authority to incur expenditure. Further, the Audit Committee Members' terms of office expired on 02 June, 2022 and had not been renewed as at the time of audit.

In the circumstances, the effectiveness of the Internal Audit Function could not be confirmed.

#### **2. Lack of a Risk Management Policy**

The County Executive did not have a Risk Management Policy in place and therefore, had no approved processes and guidelines on how to mitigate operational, legal and financial risks. This was contrary to Regulation 158 of the Public Finance Management

(County Governments) Regulations, 2015 which states that the Accounting Officer should ensure that the County Government entity develops risk management strategies, which include fraud prevention mechanism; and develops a system of risk management and internal control that builds robust business operations. Further, the County Executive lacks a Disaster Recovery Plan or Business Continuity Plan which outlines how it will continue operating during an unplanned disruption in service.

In absence of an approved Risk Management Policy, it is not clear how the County Government identifies and mitigates emerging risks in its day-to-day operations.

### **3. Summary of Fixed Assets Register**

Annex 3 to the financial statements reflects total assets amounting to Kshs.46,015,104,287. However, the County Government of Narok did not provide a detailed schedule with specific descriptions, identification number and value of the assets for audit. Further, the amount of Kshs.46,015,104,287 includes land valued at Kshs.30,094,354,739 whose ownership documents were not provided for audit. In addition and as previously reported, there are twenty (20) bonded vehicles whose value could not be ascertained and Management has not indicated how to dispose them. Further, there are twelve (12) motor vehicles valued at Kshs.19,838,000 which were grounded and Management has not indicated how to repair them.

In the circumstances, there is likelihood of loss of County Government property.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standard requires that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

### **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the County Executive 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**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them, and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in

amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Executive's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Executive to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the County Executive to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

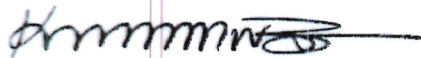
Nairobi

17 April, 2023

**NAROK COUNTY EXECUTIVE****Annual Report and Financial Statements for the year ended June 30, 2022.****7. Statement of Receipts and Payments for the year ended 30th June 2022.**

		2021-2022	2020-2021
	Notes	Kshs	Kshs
<b>Receipts</b>			
Exchequer releases (Transfers from the CRF)	<b>1</b>	8,137,206,302	9,560,234,537
Other receipts	<b>2</b>	1,698,475,647	625,910,783
<b>Total receipts</b>		<b>9,835,681,949</b>	<b>10,186,145,320</b>
<b>Payments</b>			
Compensation of employees	<b>3</b>	3,761,884,987	3,580,799,775
Use of goods and services	<b>4</b>	4,016,912,801	2,752,992,046
Transfers to other government entities	<b>5</b>	1,100,441,728	1,017,857,799
Other grants and transfers	<b>6</b>	494,120,831	727,165,835
Acquisition of assets	<b>7</b>	1,272,926,446	1,485,545,290
<b>Total payments</b>		<b>10,646,286,793</b>	<b>9,564,360,745</b>
<b>Surplus/deficit</b>		<b>(810,604,844)</b>	<b>621,784,575</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 30<sup>th</sup> September 2022 and signed by:



.....  
**Name: Simon Peter Kurraru**  
**Chief Officer – Finance**

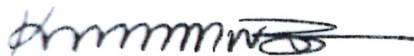


.....  
**Name: CPA Walter O. Chanua**  
**Head of Accounting Services**  
**ICPAK M/No 14877**

**8. Statement of Assets and Liabilities as at 30th June 2022**

		2021-2022	2020-2021
	Notes	Kshs	Kshs
<b>Financial assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	8A	265,850,678	1,113,386,502
<b>Total cash and cash equivalent</b>		<b>265,850,678</b>	<b>1,113,386,502</b>
Outstanding imprests and advances	9	4,597,224	11,082,800
<b>Total financial assets</b>		<b>270,447,902</b>	<b>1,124,469,302</b>
<b>Financial liabilities</b>			
Deposits and retentions	10	2,118,592	45,535,149
<b>Net financial assets</b>		<b>268,329,310</b>	<b>1,078,934,153</b>
<b>Represented by</b>			
Fund balance b/fwd.	11	1,078,934,153	494,983,357
Prior year adjustments			-37,833,779
Surplus/deficit for the year		(810,604,844)	621,784,575
<b>Net financial position</b>		<b>268,329,309</b>	<b>1,078,934,153</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 30<sup>th</sup> September 2022 and signed by:



.....

**Name: Simon Peter Kurraru**  
**Chief Officer – Finance**



.....

**Name: CPA Walter O. Chanua**  
**Head of Accounting Services**  
**ICPAK M/No 14877**

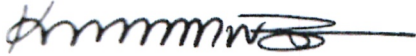
**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

**9. Statement of Cash Flows for the period ended 30th June 2022.**

		2021-2022	2020-2021
	Notes	Kshs	Kshs
<b>Receipts from operating income</b>			
Exchequer releases (Transfers from the CRF)	1	8,137,206,302	8,730,462,600
Other receipts	2	1,698,475,647	1,455,682,721
<b>Payments for operating expenses</b>			
Compensation of employees	3	(3,761,884,987)	(3,580,799,775)
Use of goods and services	4	(4,016,912,801)	(2,752,992,046)
Transfers to other government units	5	(1,100,441,728)	(1,017,857,799)
Other grants and transfers	6	(494,120,831)	(727,165,835)
<b>Adjusted for:</b>			
<b>Other adjustments Prior year adjustments</b>			
Decrease/(increase) in outstanding imprests & advances		-	-
Increase/(decrease) in deposits and retentions		-	-
<b>Net cash flow from operating activities</b>			
		<b>462,321,602</b>	<b>2,107,329,866</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		(1,272,926,446)	(1,485,545,290)
<b>Net cash flows from investing activities</b>			
		<b>(1,272,926,446)</b>	<b>(1,485,545,290)</b>
<b>Cash flow from borrowing activities</b>			
Repayment of principal on domestic and foreign Borrowing			
<b>Net cash flow from financing activities</b>			
<b>Net increase in cash and cash equivalents</b>			
		<b>(810,604,844)</b>	<b>621,784,575</b>
<b>Cash and cash equivalents at beginning of the year</b>			
		1,078,934,153	491,601,928
<b>Cash and cash equivalents at end of the year</b>			
		<b>268,329,309</b>	<b>1,113,386,503</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 30<sup>th</sup> September 2022 and signed by:



.....

**Name: Simon Peter Kurraru**

**Chief Officer – Finance**



.....

**Name: CPA Walter O. Chanua**

**Head of Accounting Services**

**ICPAK M/No 14877**

**NAROK COUNTY EXECUTIVE**  
**Consolidated Reports and Financial Statements**  
**For the year ended June 30, 2022**

**10. Statement of Comparison of Budget & Actual Amounts**

<b>Receipt/Expense Item</b>	<b>Original Budget</b>	<b>Adjustments</b>	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>Budget Utilisation Difference</b>	<b>% of Utilisation</b>
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Exchequer releases	10,083,464,414	1,318,648,474	11,402,112,889	8,137,206,302	3,264,906,587	71%
Other receipts	1,950,000,000	-	1,950,000,000	1,698,475,647	251,524,353	87%
<b>Total</b>	<b>12,033,464,414</b>	<b>1,318,648,474</b>	<b>13,352,112,889</b>	<b>9,835,681,949</b>	<b>3,516,430,939</b>	<b>74%</b>
<b>Payments</b>						
Compensation of employees	3,761,884,987	-	3,761,884,987	3,761,884,987	-	100%
Use of goods and services	3,642,675,945	390,207,174	4,032,883,119	4,016,912,801	15,970,318	100%
Transfers to other government units	32,693,482	1,150,000,000	1,182,693,482	1,100,441,728	82,251,754	93%
Other grants and transfers	845,970,000	-	845,970,000	494,120,831	-351,849,169	58%
Acquisition of assets	3,950,240,000	-521,558,699	3,428,681,301	1,272,926,446	-2,155,754,855	37%
<b>Total</b>	<b>12,033,464,414</b>	<b>1,318,648,475</b>	<b>13,352,112,889</b>	<b>10,646,286,793</b>	<b>-2,605,826,096</b>	<b>80%</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(810,604,844)</b>	<b>-</b>	<b>-</b>

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

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The County Executive's financial statements were approved on 30<sup>th</sup> September 2022 and signed by:



.....

**Name: Simon Peter Kurraru**  
**Chief Officer – Finance**



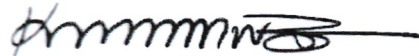
.....

**Name: CPA Walter O. Chanua**  
**Head of Accounting Services**  
**ICPAK M/No 14877**

**11. Statement of Comparison of Budget & Actual Amounts:: Recurrent**

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Exchequer releases (Transfers from the CRF)	5,804,560,932	1,840,207,174	7,644,768,106	6,852,644,556	792,123,549	90%
Other receipts	1,700,000,000	-	1,700,000,000	1,485,143,949	214,856,051	87%
<b>Total</b>	<b>7,504,560,932</b>	<b>1,840,207,174</b>	<b>9,344,768,106</b>	<b>8,337,788,505</b>	<b>1,006,979,601</b>	<b>89%</b>
<b>Payments</b>						
Compensation of employees	3,761,884,987	-	3,761,884,987	3,761,884,987	0	100%
Use of goods and services	3,642,675,945	390,207,174	4,032,883,119	4,016,912,801	15,970,318	100%
Transfers to other government units		1,150,000,000	1,150,000,000	1,090,441,728	59,558,272	95%
Other grants and transfers	300,000,000		300,000,000	280,789,133	19,210,867	94%
<b>Total</b>	<b>7,504,560,932</b>	<b>1,840,207,174</b>	<b>9,344,768,106</b>	<b>9,150,028,649</b>	<b>94,739,457</b>	<b>99%</b>

The County Executive's financial statements were approved on 30<sup>th</sup> September 2022 and signed by:



.....

**Name: Simon Peter Kurraru**  
**Chief Officer – Finance**



.....

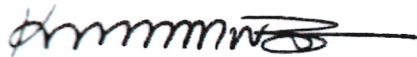
**Name: CPA Walter O. Chanua**  
**Head of Accounting Services**  
**ICPAK M/No 14877**

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

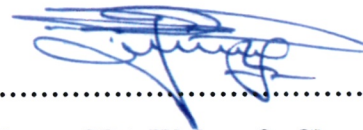
**12. Statement of Comparison of Budget & Actual Amounts: Development**

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>Receipts</b>						
Exchequer releases (Transfers from the CRF)	4,278,903,482	-521,558,699	3,757,344,783	1,284,561,746	2,472,783,037	34%
Proceeds from sale of assets	-	-	-	-	-	-
Other receipts	250,000,000		250,000,000	213,331,698	36,668,302	85%
<b>Total</b>	<b>4,528,903,482</b>	<b>-521,558,699</b>	<b>4,007,344,783</b>	<b>1,497,893,444</b>	<b>2,509,451,339</b>	<b>37%</b>
<b>Payments</b>						
Transfers to other government units	32,693,482	-	32,693,482	10,000,000	22,693,482	31%
Other grants and transfers	545,970,000	-	545,970,000	213,331,698	332,638,302	39%
Social security benefits	-		-		-	-
Acquisition of assets	3,950,240,000	-521,558,699	3,428,681,301	1,272,926,446	2,155,754,855	37%
<b>Totals</b>	<b>4,528,903,482</b>	<b>-521,558,699</b>	<b>4,007,344,783</b>	<b>1,496,258,144</b>	<b>2,511,086,639</b>	<b>37%</b>

The County Executive's financial statements were approved on 30<sup>th</sup> September 2022 and signed by:



.....  
**Name: Simon Peter Kurraru**  
**Chief Officer – Finance**



.....  
**Name: CPA Walter O. Chanua**  
**Head of Accounting Services**  
**ICPAK M/No 14877**

**13. Budget Execution by Programmes and Sub-Programmes**

<b>Programme/Sub-Programme</b>	<b>Final Budget</b>	<b>Indicators %</b>	<b>Outcome %</b>	<b>Actual</b>	<b>Budget utilization difference</b>
	<b>KShs</b>	<b>2021/22</b>	<b>2021/22</b>	<b>KShs</b>	<b>KShs</b>
	<b>605,041,279</b>	<b>100</b>	<b>92</b>	<b>555,712,055</b>	<b>49,329,224</b>
Crop Productivity Improvement	605,041,279	100	92	555,712,055	49,329,224
	<b>95,588,648</b>	<b>100</b>	<b>50</b>	<b>47,401,500</b>	<b>48,187,148</b>
Livestock Pests & Disease Management & Control	35,101,130	37		-	35,101,130
Livestock Information Management	60,487,518	63	50	47,401,500	13,086,018
	<b>18,393,456</b>	<b>100</b>	<b>-</b>	<b>-</b>	<b>18,393,456</b>
Fish Products Production	18,393,456	100	-	-	18,393,456
	<b>150,773,595</b>	<b>100</b>	<b>9</b>	<b>13,483,400</b>	<b>137,290,195</b>

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

Development Planning and Land Reforms	150,773,595	100	9	13,483,400	137,290,195
	<b>220,994,195</b>	<b>100</b>	<b>10</b>	<b>21,869,775</b>	<b>199,124,420</b>
Housing Development	220,994,195	100	10	21,869,775	199,124,420
	<b>363,552,051</b>	<b>100</b>	<b>83</b>	<b>302,320,743</b>	<b>61,231,308</b>
Metropolitan Planning & Infrastructure Development	363,552,051	100	83	302,320,743	61,231,308
	<b>1,485,660,677</b>	<b>100</b>	<b>62</b>	<b>914,292,141</b>	<b>571,368,536</b>
General Administration, Planning and Support Services	69,371,294	5	4	60,278,740	9,092,554
Construction of Roads and Bridges	1,232,568,564	83	54	808,657,905	423,910,659
Maintenance of Roads	183,720,819	12	3	45,355,496	138,365,323
	<b>38,792,750</b>	<b>100</b>	<b>75</b>	<b>28,914,830</b>	<b>9,877,920</b>

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

ICT Infrastructure Development	38,792,750	100	75	28,914,830	9,877,920
	<b>163,866,962</b>	<b>100</b>	<b>40</b>	<b>65,460,959</b>	<b>98,406,003</b>
Administrative Services	15,907,900	10		-	15,907,900
Cooperative Development & Management	1,454,826	1		-	1,454,826
Trade Development and Promotion	146,504,236	89	40	65,460,959	81,043,277
	<b>437,257,817</b>	<b>100</b>	<b>89</b>	<b>389,221,000</b>	<b>48,036,817</b>
Tourism Promotion and Marketing	437,257,817	100	89	389,221,000	48,036,817
	<b>1,645,714,667</b>	<b>100</b>	<b>77</b>	<b>1,264,426,052</b>	<b>381,288,615</b>
Health Promotion	1,645,714,667	100	77	1,264,426,052	381,288,615
	<b>504,104,447</b>	<b>100</b>	<b>80</b>	<b>403,702,124</b>	<b>100,402,323</b>
Referral Services	504,104,447	100	80	403,702,124	100,402,323
	<b>2,231,964,196</b>	<b>100</b>	<b>100</b>	<b>2,231,709,576</b>	<b>254,620</b>

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

Health Policy, Planning and Financing	2,231,964,196	100	100	2,231,709,576	254,620
	<b>1,252,669,354</b>	<b>100</b>	<b>70</b>	<b>872,877,920</b>	<b>379,791,434</b>
Early Child Development and Education	1,252,669,354	100	70	872,877,920	379,791,434
	<b>2,543,181,335</b>	<b>100</b>	<b>75</b>	<b>1,917,945,339</b>	<b>625,235,996</b>
Administrative Services	838,813,668	33	14	346,588,180	492,225,488
Coordination and Administrative Services	689,682,893	27	25	623,523,118	66,159,775
Public service and Field Administrative Services	525,974,774	21	19	493,255,526	32,719,248
Board Management Services	488,710,000	19	18	454,578,515	34,131,485
	<b>441,517,217</b>	<b>100</b>	<b>73</b>	<b>323,776,789</b>	<b>117,740,428</b>
Accounting services	16,110,476	4	0	2,023,555	14,086,921

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

Resource Mobilization	235,422,483	53	45	197,825,874	37,596,609
Budget Formulation, Coordination and Management	44,624,835	10	4	18,724,534	25,900,301
Supply Chain Management Services	92,849,720	21	16	69,556,027	23,293,693
Internal Audit Services	52,509,703	12	8	35,646,800	16,862,903
	<b>519,490,414</b>	<b>100</b>	<b>94</b>	<b>487,632,268</b>	<b>31,858,146</b>
Economic Planning Coordination	499,295,393	96	92	477,453,621	21,841,772
Monitoring and Evaluation Services	20,195,021	4	2	10,178,647	10,016,374
	<b>577,094,414</b>	<b>100</b>	<b>14</b>	<b>81,729,404</b>	<b>495,365,010</b>
County Co-ordination Services	577,094,414	100	14	81,729,404	495,365,010
	<b>683,332,504</b>	<b>100</b>	<b>21</b>	<b>143,693,877</b>	<b>539,638,627</b>

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

Gender and Youth Development	18,785,410	3		-	18,785,410
Social Assistance to Vulnerable Groups	221,646,436	32	3	20,267,041	201,379,395
Development and Promotion of culture	11,279,027	2	2	11,191,488	87,539
Development and Management of sports facilities	170,000,000	25	7	44,402,148	125,597,852
Voluntary Training Services	261,621,631	38	10	67,833,200	193,788,431
	<b>626,877,089</b>	<b>100</b>	<b>39</b>	<b>242,759,293</b>	<b>384,117,796</b>
Forests Conservation and Management	626,877,089	100	39	242,759,293	384,117,796
<b>Grand Total</b>	<b>13,352,112,889</b>	<b>100</b>	<b>74</b>	<b>10,646,286,793</b>	<b>3,528,702,429</b>

## **14. Significant Accounting Policies**

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

### **1. Statement of compliance and basis of preparation**

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

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the County Executive 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 Narok County Executive. The financial statements encompass the reporting entity as specified under section 164 of the PFM Act 2012.

### **3. Recognition of receipts and payments**

#### **a) Recognition of receipts**

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

**Significant Accounting Policies (Continued)**

**i) Transfers from the County Revenue Fund (CRF)**

Transfer from CRF 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 a notification received by the entity.

**ii) Proceeds from sale of assets**

Proceeds from the sale of assets are recognised in the statement of receipts and payments when the related monies from the sale are received by the entity.

**b) Recognition of payments**

The County Executive recognises all expenses when the event occurs, and the related cash has been paid out.

**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) Interest on borrowing**

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

**Significant Accounting Policies (Continued)**

**iv) Repayment of borrowing (principal amount)**

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

**v) Acquisition of fixed assets**

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment. A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

**4. In-kind contributions**

In-kind contributions are donations that are made to the County Executive 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 Executive 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 Executive s 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 Executive is detailed in the notes to this financial statement.

**Significant Accounting Policies (Continued)****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.

**a) Restriction on cash**

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2022, this amounted to KShs 2,118,592 compared to KShs 45,535,149 in prior period as indicated on note 16.

**7. 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.

**8. 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.

**Significant Accounting Policies (Continued)**

**9. Non-current assets**

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

**10. Pending bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Executive at the end of the year. Pending bills 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.

**11. Contingent Liabilities**

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

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The County Executive does not

**Significant Accounting Policies (Continued)**

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. Other important disclosures Note 10 and *Annex 8* of this financial statement is a register of the contingent liabilities in the year.

**12. Contingent Assets**

The County Executive 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 County Executive 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.

**13. 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 30<sup>th</sup> June 2021 for the period 1<sup>st</sup> July 2021 to 30 June 2022 as required by law. There was 2 number of supplementary budgets passed in the year. A high-level assessment of the County Executive's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

**14. Comparative figures**

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

**Significant Accounting Policies (Continued)**

**15. Subsequent events**

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

**16. Prior Period Adjustment**

During the year, errors that have been corrected are disclosed *under note 11* explaining the nature and amounts.

**17. 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.

**15. Notes to the Financial Statements****1. Exchequer Releases( Transfer from the CRF)**

	2021-2022	2020-2021
	Kshs	Kshs
Total exchequer releases for quarter 1	1,459,390,261	691,362,600
Total exchequer releases for quarter 2	2,211,197,364	2,858,688,161
Total exchequer releases for quarter 3	2,211,197,365	2,230,013,594
Total exchequer releases for quarter 4	2,255,421,312	3,780,170,181
<b>Total</b>	<b>8,137,206,302</b>	<b>9,560,234,537</b>

*The County Government of Narok was able to Collect more local revenue in FY 2021/22 than it did in FY 2020/21. This was as a result of recovery from effects of the Covid -19 pandemic. The recovery is however slow and full realization of the county's revenue potential is yet to be achieved.*

**2. Other Receipts**

Description	2021-2022	2020-2021
	Kshs	Kshs
World bank loan THS	49,397,655	
World bank Loan- National Agri & Rural Growth	201,028,915	
DANIDA Grant -UHC	8,905,875	
Agricultural Sector Development Support Program (ASDSP)	18,291,497	
Infrastructure Support from MOH	200,000,000	
Own Source Revenue(Sweepings)	1,219,951,517	625,910,783
Returns to CRF	900,188	
<b>Total</b>	<b>1,698,475,647</b>	<b>625,910,783</b>

## Notes to the Financial Statements (Continued)

## 3. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
Basic salaries of permanent employees	3,456,465,975	3,275,612,128
Basic wages of temporary employees	12,562,574	12,718,457
Personal allowances paid as part of salary		2,200,000
Personal allowances paid as reimbursements		
Personal allowances provided in kind		
Employer contribution to compulsory national social schemes		2,937,296
Employer contribution to compulsory national health insurance schemes		
Pension and other social security contributions	288,322,707	286,983,324
Social benefit schemes outside government		
Other personnel payments	4,533,731	348,569
<b>Total</b>	<b>3,761,884,987</b>	<b>3,580,799,775</b>

*Other Personnel costs are payments relating to FY 2020/21 paid in FY 2021/22.*

## Notes to the Financial Statements (Continued)

## 4. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	KShs
Utilities, supplies and services	50,349,806	113,879,228
Communication, supplies and services	364,309,425	108,203,440
Domestic travel and subsistence	124,700,336	124,280,302
Foreign travel and subsistence	5,359,757	1,367,580
Printing, advertising and information supplies & services	278,339,020	176,191,201
Rentals of produced assets	15,210,192	15,041,518
Training expenses	119,275,795	151,831,448
Hospitality supplies and services	586,650,506	122,944,943
Insurance costs	23,757,538	17,000,000
Specialized materials and services	1,372,659,632	724,887,619
Office and general supplies and services	392,380,674	257,114,658
Fuel, oil and lubricants	178,000,000	246,401,727
Other operating expenses	267,464,424	437,797,422
Routine maintenance – vehicles and other transport equipment	204,555,696	86,393,547
Routine maintenance – other assets	33,900,000	169,657,414
<b>Total</b>	<b>4,016,912,801</b>	<b>2,752,992,046</b>

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

**Notes to the Financial Statements (Continued)**

**5. Transfer to Other Government entities**

Description	2021-2022	2020-2021
	Kshs	Kshs
<b>Transfers to county government entities</b>		
Scholarships and other educational benefits- Bursaries	199,500,000	151,500,000
MMCSF	51,000,000	64,000,000
Transfers to County Assembly-Rec	839,941,728	780,783,776
Transfers to County Assembly-Dev	10,000,000	21,574,023
<b>TOTAL</b>	<b>1,100,441,728</b>	<b>1,017,857,799</b>
<b>Transfers to other counties</b>		
(Insert name of budget agency)	-	-
(Insert name of budget agency)	-	-
<b>Transfers to national government entities</b>		
Transfer to the council of governors	-	-
	-	-
<b>Total</b>	<b>1,100,441,728</b>	<b>1,017,857,799</b>

**Notes to the Financial Statements (Continued)**

**6. Other Grants and Payments**

	2021-2022	2020-2021
	Kshs	Kshs
HSD User fees foregone	-	20,595,297
DANIDA	-	-
World Bank Loans -THS	49,397,655	99,867,138
HSSF	-	-
World Bank Loan -NARIGP	200,872,158	318,217,434
DANIDA -UHC	6,940,643	22,860,000
ASDSP	20,791,497	24,196,359
POLYTECHNICS	-	16,084,894
KDSP Level 1	-	-
KDSP Level 2	-	-
KUSP UIG	-	8,800,000
KUSP UDG	-	-
RMLF	213,331,698	212,248,476
Neonatal Health	2,787,180	4,296,237
<b>TOTAL</b>	<b>494,120,831</b>	<b>727,165,835</b>

*These are transfers for conditional grants.*

## Notes to the Financial Statements (Continued)

## 7. Acquisition of Assets

Non- financial assets	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	973,558,334	559,673,904
Refurbishment of Buildings	17,921,254	85,557,940
Construction of Roads	53,829,268	580,460,423
Construction and Civil Works	32,355,705	135,889,155
Overhaul and Refurbishment of Construction and Civil Works		27,000,000
Purchase of Vehicles and Other Transport Equipment	52,567,287	-
Purchase of Household Furniture and Institutional Equipment		-
Purchase of Office Furniture and General Equipment	6,376,944	3,648,000
Purchase of ICT Equipment	4,169,517	-
Purchase of Specialised Plant, Equipment and Machinery	62,741,380	6,523,937
Rehabilitation and Renovation of Plant, Machinery and Equip.		32,200,000
Purchase of Certified Seeds, Breeding Stock and Live Animals		-
Research, Studies, Project Preparation, Design & Supervision	14,412,718	15,110,432
Rehabilitation of Civil Works		37,000,000
Acquisition of Strategic Stocks and commodities		-
Acquisition of Land	54,994,039	2,481,500
Acquisition of Intangible Assets		-
<b>Total acquisition of Non-Financial assets</b>	<b>1,272,926,446</b>	<b>1,485,545,290</b>
<b>Financial Assets</b>		
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions	-	-
<b>Total acquisition of Financial assets</b>	<b>-</b>	<b>-</b>
<b>Total acquisition of Assets</b>	<b>1,272,926,446</b>	<b>1,485,545,290</b>

**Notes to the Financial Statements (Continued)**

**Cash and Bank Balances**

**8. Bank Balances**

<b>Name of Bank, Account No. &amp; currency</b>		<b>Exchange Rate</b>	<b>2021-22 Kshs</b>	<b>2020-21 Kshs</b>
Narok County Revenue Fund-CBK 1000171693	243,068	1	1,924,040	742,217,905
Narok County Recurrent- CBK 1000171348	1,323	1	1,323	38,416
Narok County Development- CBK 1000171324	879,471	1	879,471	1,651,443
NarokCounty Deposit Account-1000282991		1	2,118,592	45,535,149
RMLF CBK 1000282967	755,609	1	755,609	214,087,307
Narok county Standing Imprest account- KCB 1140090933	23,622	1	23,622	7,060
Public Work Roads and transports Op- 1236389697	25,789	1	25,789	- 605
Narok county revenue collection account kcb-1140091263	-	1	-	60,124,891
Narok county Revenue collection account USD-KCB-1143225325	-	1	-	2,798,691
Operations Roads and transport kcb- 1167422651	5,135	1	5,135	3,978
narok county education sports and social services tnb-163533001		1	978	-
Narok county Debt collection account-kcb- 1180435494	5,172	1	5,172	379,787
Agriculture livestock & fisheries KCB- 1167422821	-	1	7,203	641
Lolgorian sub county hospital Collection A/c Coop 01141480193900		1	78,123,321	5,910,238
Lolgorian sub county hospital Coop 01141480193901	12,968	1	12,968	457,540
Narok County Referral hospital Operation KCB 1159646554	1,368,301	1	1,368,301	-
Narok County Referral hospital Collection KCB 1159595607		1	95,704,999	23,056,313
Trans mara west subcounty hospital operations Coop 01141480194001	613,826	1	613,826	1,530,557
Ololulunga sub-county collection hospital kcb-1220881252	67,320,900		67,320,900	-
Ololulungas subCounty Operations hospital KCB 1168449650	100,968	1	100,968	139,631
Trade and Industrialization NCBA 1006804809	895	1	895	2,345

# NAROK COUNTY EXECUTIVE

## Annual Report and Financial Statements for the year ended June 30, 2022.

County public service board TNB/ACCESS 0160100000242	222	1	222	1,247
Lands,Housing,p/planning and urban dev Family 029000073316	129	1	129	111
Narasha-iseneto water project suswa a/c no 0360281288505	10,802	1	10,802	-
Narok County Alcoholi A/c no 1256511951		1		-
Maasai Mara operation KCB -1217433392	518,856	1	518,856	1,590,558
Narok North subcounty KCB 1167423011	3,347	1	3,347	2,003
Narok South subcounty TNB.0160100000011	896	1	896	2,510
Narok East subcounty Family-29000073079	304	1	304	1,009
Narok County Director KCB-1149416645	4,601,646	1	4,601,646	-
Narok West subcounty Trans National.0160100000011	2,557	1	2,557	1,817
Trans mara west subcounty KCB 1261116313	6,089	1	6,089	2,249
Trans mara East (Emurua Dikirr) subcounty KCB 1167699785	5,558	1	5,558	3,427
Narok County Health Special Purp ac- 1000294779	4	1	4	
Narok county Agri special purpose kes 1000365374	1	1	1	
Narok Town Management kcb-1181249155	1	1	-	13,840,285
Narok County Kenya Dev Supp.prg- 1000433264	2,741,923	1	2,741,923	
Narok County Primary Health Care- 1000556579	8,965,232	1	8,965,232	
<b>Total</b>			<b>265,850,678</b>	<b>1,113,386,502</b>

Notes to the Financial Statements (Continued)

9. Outstanding imprests and advances

<i>Description</i>	2021-2022	2020-2021
	Kshs	Kshs
Government Imprests	4,597,224	11,082,800
Salary Advance	-	-
Clearance accounts	-	-
<b>Total</b>	<b>4,597,224</b>	<b>11,082,800</b>

<i>Breakdown of Imprest and Salary Advance per Department</i>	2021-2022	2020-2021
<i>Imprest</i>	Kshs	Kshs
County administrative and public service management	1,556,400	-
County public service Board	111,000	-
Department of environment & Natural resources	379,640	-
Lands,Housing,Physical planning & Urban development	393,600	-
Office of the Governor and Deputy Governor	882,284	-
Treasury, Economic Planning &ICT	1,274,300	-
<b>Grand Total</b>	<b>4,597,224</b>	<b>-</b>

\*See Annex 2 for a detailed analysis of the outstanding imprests and salary advance.

**Notes to the Financial Statements (Continued)**

**10. Deposits and Retention**

	2021-2022	2020-2021
	Kshs	Kshs
Deposits	-	-
Retention Monies	2,118,593	45,535,149
<b>Total</b>	<b>2,118,593</b>	<b>45,535,149</b>

**11. Fund Balance Brought Forward**

	2021-2022	2020-2021
	Kshs	Kshs
Bank Accounts	1,113,386,502	491,601,928
Cash in Hand	-	-
Accounts Receivables	11,082,800	9,548,214
Accounts Payables	-45,535,149	-6,166,785
<b>Total</b>	<b>1,078,934,153</b>	<b>494,983,357</b>

## Notes to the Financial Statements (Continued)

## 12. Increase/ (Decrease) in Outstanding Imprests and Advances

Description	2021-2022	2020-2021
	Kshs	Kshs
Imprest and Advances As At 1 <sup>st</sup> July (A)	11,082,800.00	9,548,214.00
Imprest and Advances As At 30 <sup>th</sup> June (B)	4,597,224.00	11,082,800.00
Increase)/ Decrease In Imprest and Advances (C=(B-A))	<b>-6,485,576.00</b>	<b>1,534,586.00</b>

(Receivable as at 1<sup>st</sup> July for FY 2020/21 should be the same as receivable as at 30<sup>th</sup> June for FY 2021/22)

## 13. Increase/ (Decrease) in Deposits and Retention

Description	2021-2022	2020-2021
	Kshs	Kshs
Deposits and Retention s as at 1 <sup>st</sup> July (A)	45,535,149	6,166,785
Deposits and Retention as at 30 <sup>th</sup> June (B)	2,118,592	45,535,149
Increase/ (Decrease) in Deposits and Retentions C= B-A	<b>43,416,557</b>	<b>39,368,364</b>

(Payables as at 1<sup>st</sup> July for FY 2020/21 should be the same as Payable as at 30<sup>th</sup> June for FY 2021/22)

**Other Important Disclosures**

**1. Pending Accounts Payable (See Annex 4)**

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
	894,839,613		479,535,563	415,304,050

**2. Pending Staff Payables (See Annex 5)**

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Senior management	-	-	(-)	-
Middle management	-	-	(-)	-
Unionisable employees	-	-	(-)	-
Others-Gratuity	-	210,597,268	(-)	210,597,268
<b>Total</b>	-	<b>210,597,268</b>	<b>(-)</b>	<b>210,597,268</b>

**Other Important Disclosures (Continued)**

**3. Establishment of other County Government Entities**

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

<b>Entity</b>	<b>Date Established/Date taken over</b>	<b>Location</b>	<b>Accounting Officer responsible</b>
Maasai mara community support fund	2014	Narok North	Fund Administrator
Narok Water and Sewerage Company	2013	Narok North	Company Managing Director
Narok County bursary Fund	2014	Narok North	Fund Chief Executive Officer

**Other Important Disclosures (Continued)**

**4. Disclosure of Balances in Revenue Collection Accounts**

County Government Own source revenue is recognized in the financial statements when it has been swiped to CRF. Revenue collection account balances need to be disclosed at the end of the reporting period as below. Revenue collection accounts should be swept to CRF on reporting dates.

Name of Bank, Account No. & currency	Amount in bank account currency	Exc. rate (if in foreign currency)	2021/22	2020/21
			Kshs	Kshs
Narok county revenue Collection Account-Coop 010141338976600	(600)	1	(600)	(624)
Narok county revenue Collection Account-KCB 1140091263	92,104,148	1	92,104,148	60,124,891
Narok county revenue Collection Account-USD-KCB 1143225325	0	118	54	2,798,670
Narok County Debt Collection A/c KCB 1180435494	6,978,257	1	6,978,257	379,787
<b>Total</b>	<b>99,081,806</b>		<b>99,081,859</b>	<b>63,302,723</b>

**5. Leasing of Medical Equipment**

Amounts relating to leased medical equipment is included in the County Allocation Revenue Act and is budgeted for by the Counties. This amount is deducted at source and therefore not included in the exchequer. Since this is not a cash item, it is not included in the statement of receipts and payments. In the year 2021/22 amounts relating to leased medical equipment was Kshs 153,295,744.

## 6. Covid- 19 Funds

Covid -19 Funds	2021-2022	2020-2021
	Kshs	Kshs
<b>Receipts</b>		
Receipts From The National Government (Note 3)	-	50,268,000
Other Donations For Covid-19 Received Directly (Note 2)	-	
Others (Specify)	518,000	37,105,000
<b>Total Receipts</b>	<b>518,000</b>	<b>87,363,000</b>
<b>Payments</b>		
Purchase Of Covid 19 Materials- Masks, Sanitizers Etc	-	
Purchase Of Beds And ICU Units	-	-
Subsidies To The Community	-	87,363,000
Payment Of Hospital Bills	-	-
Donations To Schools And Other Institutions	-	-
Other Expenses (Specify)	518,000	-
<b>Total Payments</b>	<b>(518,000)</b>	<b>(86,845,000)</b>
<b>Balance In The Covid 19 Fund</b>	<b>0</b>	<b>518,000</b>

**16. Progress On Follow Up On Prior Year Auditor’s Recommendations**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	<b>1.0 County Own Generated Receipts- Single Business Permit</b> Under collection of SBP by 48%	Effect of Prolonged political environment in the 2017 General Elections. Some businesses closed	Director Revenue	Resolved	
2.0	<b>Grants for Health Sector Support Fund</b> Difference in amount Reported for conditional Grants against Transfers to the respective operations and special purpose accounts	The National Treasury requires Counties to report revenue as per CARA even though disbursements are made after closure of the Financial Year. Reconciliations prepared	Director Accounting Services	Resolved	
3.0	<b>Compensation of Employees - Casual Wages</b> No evidence of approval of CPSB and Muster rolls	Approval Of CPSB and muster rolls provided	Accounting officer Health and Tourism And Secretary CPSB	Resolved	
4.0	<b>Garbage Collection services</b> Payments not supported by job	Job cards were in a different file at the department.	Accounting officer –lands and Environment	Resolved	

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
	cards	Job cards provided			
5.0	<b>Travel and Subsistence</b> Inadequate support of some payments	Support documents attached	Director – Accounting services	Resolved	
6.0	<b>Foreign Travel</b> Inadequate support of some payments	Support documents attached	Director – Accounting services	Resolved	
7.0	<b>Routine Maintenance of Vehicles and other Transport Equipment</b> Some payments were lacking support documents like defect reports and post-maintenance inspection reports	Documents provided	Accounting officer – Transport and Mechanical unit	Resolved	
8.0	<b>Refurbishment of Buildings</b> Support Documents Insufficient	Contracts, inspection certificates, completion certificates attached	Accounting Officer- Housing	Resolved	
9.0	<b>Maasai Mara Community Support Fund - Payments of Medical Bills</b> No evidence of wildlife aggression	Medical reports obtained	Administrator MMCSF	Resolved	
10.0	<b>Accounts Receivables Outstanding Imprest</b> Full details not completed in the	Register Completed	Director-accounting services	Resolved	

**NAROK COUNTY EXECUTIVE**

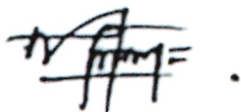
**Annual Report and Financial Statements for the year ended June 30, 2022.**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	imprest register				
11.0	<b>Fixed Assets</b> Verification and formal handing over of fixed assets from defunct local authorities not done	Process is underway	County secretary Chairperson-IGRTC	Not resolved	One year
12.0	<b>Unaccounted for Rent Income</b> Deducted by check off system but not promptly remitted to CRF and non-collection from other houses	Delayed reconciliations  Some houses were under repair thus not occupied	Accounting officer-Finance  Chief Officer-Housing		
13.0	<b>Pending Bills</b> Insufficient support	Audit by OAG to determine eligibility undertaken	Chief officer-Finance	Resolved	
1.0	<b>Variance between figures in the Financial Statement and those in IFMIS</b>	Some commitments which were not paid had not been cancelled	Chief officer - Finance	Resolved	
2.0	<b>Unaccounted for Receipt Books</b>	Receipt books with low collection matrix thus slow surrender. All receipt books recalled for administrative review, Revenue surrendered	Director, HR, Director, Audit Director, Revenue	Resolved	
1.0	Overemployment of staff	Some staff without requisite capacity were	Secretary, CPSB Accounting Officer, Public	Resolved	

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		inherited from defunct local authorities and National Government. Need for Qualified staff necessitated the Hiring	service and Decentralization of Devolved functions		
2.0	<b>Procurement of Goods - Laundry Equipment</b> Use of quotations for a large amount	Method adopted was not request for quotations but Restricted Tender	Director, Procurement	Resolved	
3.0	<b>Stalled Project - Construction of Facilities in Schools</b>	Delayed Completion, Later a follow up was made and all projects completed	Accounting officer- Education	Resolved	
4.0	<b>Lack of an Audit Committee</b>	Not Constituted as at the time of audit	Audit committee now constituted	Resolved	



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CEC, County Treasury

Date 30<sup>th</sup> September 2022

**NAROK COUNT EXECUTIVE****Consolidated Reports and Financial Statements****For the year ended June 30, 2022****17. Annexes****Annex 1 – Analysis Of Transfers From the CRF**

<b>Period (2021-2022)</b>	<b>Quarter 1 (Kshs)</b>	<b>Quarter 2 (Kshs)</b>	<b>Quarter 3 (Kshs)</b>	<b>Quarter 4 (Kshs)</b>	<b>Total (Kshs)</b>
County Executive –Rec	1,432,917,737	2,292,809,015	2,091,028,392	2,627,705,354	8,444,460,498
County Executive –Dev	-	264,670,680	237,437,906	417,224,469	919,333,055
County Assembly –Rec	122,435,571	204,250,242	205,382,922	252,303,393	784,372,128
County Assembly –Dev				10,000,000	10,000,000
Special Purpose A/c (Specify)				479,967,186	479,967,186
<b>Total</b>	<b>1,555,353,308</b>	<b>2,761,729,937</b>	<b>2,533,849,220</b>	<b>3,787,200,402</b>	<b>10,638,132,867</b>

**NAROK COUNT EXECUTIVE**  
**Consolidated Reports and Financial Statements**  
**For the year ended June 30, 2022**

**Annex 2 –Analysis Of imprests and Advances**  
**(a)Government Imprest**

<i>Name Of Officer Or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
BENARD TONKE NCHOE	05-Apr-22	322,400	-	322,400
SUSAN WANGUI TAMOOH	07-Apr-22	111,000	-	111,000
CHARLES KIBET LANGAT	11-Apr-22	115,200	-	115,200
EVERLYNE ISELE KOROS	11-Apr-22	168,800	-	168,800
JECINTA SALENOI LETIET	11-Apr-22	190,100	-	190,100
NEKITIO KOYA LESALOI	11-Apr-22	202,400	-	202,400
DANIEL MUSHEN SOPIA	11-Apr-22	321,200	-	321,200
JUDY NAIPERIAE LOONKUSHU	25-Apr-22	216,200	-	216,200
SAMUEL MULINGE KINYUA	19-May-22	300,000	-	300,000
TOBIKO, Mr. PAUL RIYIES	20-May-22	200,000	-	200,000
ISAAC NAIRENKE NKOITOI	23-May-22	109,200	-	109,200
ISAACK TOROME TIRIKE	23-May-22	200,000	-	200,000
KEDIENYE, Mr. DAVID KIJUKU	23-May-22	200,000	-	200,000
LORNA SEIN NCHIKE	23-May-22	393,600	-	393,600
SAMUEL MULINGE KINYUA	23-May-22	885,200	-	885,200
EMMANUEL LIARAM MOLAI	10-Jun-22	379,640	-	379,640
SYLVIA NAIPEI PERTET	28-Jun-22	282,284	-	282,284
<b>Total</b>		<b>4,597,224</b>	-	<b>4,597,224</b>

**NAROK COUNT EXECUTIVE****Consolidated Reports and Financial Statements****For the year ended June 30, 2022****Annex 3 – Summary Of Non-Current Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f  (KShs )  20202021</b>	<b>Additions during the year  (KShs )</b>	<b>Disposals during the year  (KShs )</b>	<b>Transfers in/(out) during the year  (KShs)</b>	<b>Historical Cost c/f  (KShs )  2021/2022</b>
Land	30,039,360,700	54,994,039			30,094,354,739
Buildings and structures	4,181,553,816	1,005,892,306			5,187,446,122
Transport equipment	500,354,902	52,567,287			552,922,189
Office equipment, furniture and fittings	136,595,016	6,376,944			142,971,960
ICT Equipment	86,288,618	4,169,517			90,458,135
Machinery and Equipment	849,415,608	62,741,380			912,156,988
Heritage and cultural assets	-				-
Biological assets	12,450,368				12,450,368
Intangible assets	-				-
Infrastructure assets- Roads, Rails	8,936,158,813	86,184,973			9,022,343,786
Work in progress	-				-
<b>Total</b>	<b>44,742,177,841</b>	<b>1,272,926,446</b>	<b>-</b>	<b>-</b>	<b>46,015,104,287</b>

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

**Annex 4: Pending Accounts Payable**

S/N O	NAME OF SUPPLIER	DESCRIPTION	TENDER NO	ELIGIBLE BALANCE AS PER OAG REPORT	TOTAL PAID UP TO DATE	BALANCE
1	AAR INSURANCE	INSURANCE SERVICES	NCG/SMC/043/2018-2019	80,694,216		80,694,216
2	ABMO LINKS	ILKIRAGARIAN-MEITUSHUR ROAD 6 KM	NCG/KRB/070/2019-2020	1,615,950	1,615,950	-
3	ACHELIS MATERIAL HANDLING	SUPPLY OF GOODS	NCG/EME/116/2016-2017	32,741,380		32,741,380
4	AMACO INSURANCE	SUPPLY OF SERVICES		18,000,000		18,000,000
5	AMASHA ONE	SUPPLY OF SERVICES	NCG/GAR/130/2015-2016	38,280,000	38,280,000	-
6	APEX SYSTEM CONSULTING GROUP LTD	POST CONSULTANCY SERVICES FOR AUDITING OF COUNTY ROADS	NCG/ROADS/064/2014-2015	1,135,649		1,135,649
7	ARCAD LTD	MOGOTO-CHORONOK-TWENDET ROAD 14KM AND OLPUKOTI- RAGAATI RD		13,421,961	13,421,961	-
8	ASIAFRIC INTER LTD	LELONGO-OLANKA-SUSWA ROAD	NCG/KRB/ROADS/069/2019- 2020	6,616,417	6,616,417	-

## NAROK COUNTY EXECUTIVE

### Annual Report and Financial Statements for the year ended June 30, 2022.

9	BELVA LTD	SUPPLY OF GOODS	NCG/PSB/003/2016-2017	437,550		437,550
10	BOC GASES LIMITED	SUPPLY OF GOODS	2014-2015	33,640	33,640	-
11	BONTANA HOTEL	ACCOMODATION	-	1,659,300	1,659,300	-
12	BRIMA CONTRACTORS	CONSTRUCTION AND UPGRADING OF EMURUA DIKIRR HEALTH CENTRE TO STANDARD LEVEL 4 HOSPITAL	NCG/TECH/001/2018-2019	3,447,998	3,447,998	-
13	BRIMA CONTRACTORS	CONSTRUCTION OF 100 BED CAPACITY INPATIENT WARDS AT NAIREGIE ENKARE-NAROK EAST	NCG/TECH/HSP/KDSP/040/2020-2021	5,887,878	5,887,878	-
14	BUILDHIGH ENTERPRISES LTD	ENENGETIA BRIDGE-LUKUMAE NAMPASO ROAD 14KM	NCG/KRB/071/2019-2020	5,938,317	5,938,317	-
15	CASCO HOLDINGS LTD	SUPPLY OF GOODS	NCG/RFQ/011/2020-2021	2,170,000	2,170,000	-
16	CASCO HOLDINGS LTD	SUPPLY OF GOODS	NCG/RFQ/010/2020-2021	1,420,000	1,420,000	-
17	CHAMBAI HOTEL (NAIVASHA)	SUPPLY OF SERVICES	-	1,343,320		1,343,320
18	CHAMBAI HOTEL	TRAINING AND CATERING SERVICES	0989933/1247268	390,800	390,800	-

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

19	CROSS-LAND	PROPOSED CONSTRUCTION OF OLETUKAT COMMERCIAL BRIDGE	NCG/TECH/BRIDGE/037/2019-2020	625,145	625,145	-
20	CUMA REFRIGERATION EAST AFRICA LTD PHASE 1	CONSTRUCTION OF OLOLULUNGA COVID 19 ISOLATION CWARDS AND ASSOCITED WORKS PHASE 1	LSO 1258861	12,317,258	12,317,258	-
21	CURVE AGENCIES LTD	ORMUKONKO-OLOIRIEN ROAD 6 KM	NCG/ROADS/026/2019-2020	4,347,000		4,347,000
22	DAMARATI RANGERS LIMITED	SUPPLY OF GOODS	NCG/RFQ/026/2020-2021	770,000	770,000	-
23	ELITE EARTH MOVERS LTD	CONSTRUCTION AND UPGRADING OF LOLGORIAN HEALTH CENTRE TO LEVEL 4	NCG/TECH/046/2018-2019	97,835,325	79,252,150	18,583,175
24	EMPIRE LINK	-	UNDISCLOSED	4,921,010		4,921,010
25	ENOOSIDAN LTD	SUPPLY OF SERVICES	-	350,000		350,000
26	FIDELITY INSURANCE	SUPPLY OF SERVICES	NCG/INS/030/2019-2020	17,858,451		17,858,451
27	G.M HOSANA LTD	KIRAPASH JUNCTION-NADOSOITO ROAD 14KM	NCG/ROADS/KRB/079/2018-2019	2,933,637	2,933,637	-

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

28	G.M HOSANA LTD	NAIKARA-OLDERKESI 18KM-14KM	NCG/ROADS/KRB/080/2018-2019	6,850,400	6,850,400	-
29	INCEPTIVE SOLUTIONS	SUPPLY OF GOODS	NCG/PSB/001-2016-2017	966,950	966,950	-
30	INVESTMENT KENYA LTD	KENYA INVESTMENT YEAR BOOK	2017-2018	4,600,003	4,600,003	-
31	JAKONET INVESTMENT CO LTD	OLOKURTO-NTAYIA-NKOKOLANI PRY & OLPUSIMORU-OLMARIKO-TEGAT ROADS	NCG/ROADS/KRB/077/2018-2019	3,991,618	3,991,618	-
32	JODAN INVESTMENT	-	-	1,910,000		1,910,000
33	KAITALAM SAWMILL	CONSTRUCTION OF OLDERKESI-OLPUSIMORI ROAD NCG/RD/039/2014-2015	NCG/RD/039/2013-2014	9,012,000		9,012,000
34	KENYA LITERATURE LTD	SUPPLY OF GOODS	NCG/ECDE/001/2018-2019	261,000		261,000
35	KENYA MEDICAL SUPPLIES AUTHORITY (KEMSA)	SUPPLY OF GOODS		32,536,234		32,536,234

## NAROK COUNTY EXECUTIVE

### Annual Report and Financial Statements for the year ended June 30, 2022.

36	KESVIC CO LTD	NTUKA KASIALE ROAD 8KM- OLDERKESI-OLPOSIMORI ROAD 18KM	NCG/KRB/ROADS/072/2019- 2020	8,496,306	8,496,306	-
37	KEVEN INVESTMENT	CONSTRUCTION OF HEALTH FACILITIES	NCG/113/2015-2016	2,854,829	2,854,829	-
38	KIANDIYA RIDGE LTD	SUPPLY OF GOODS	NCG/006/2019-2020	661,000	661,000	-
39	LAPIMAR AGENCIES	-	NCG/029/2015/2016	536,000		536,000
40	LAPIMAR AGENCIES	PROVISION OF FULL BOARD ACCOMODATION OF HEALTH CARE WORKERS	NCG/RFQ/EMG/COVID/009/2 020-2021	6,480,000		6,480,000
41	LEMPISH LIMITED	SUPPLY OF SERVICES	-	26,010,250		26,010,250
42	LEXINGTON HOTEL LTD	SUPPLY OF SERVICES	NCG/HSP/ACCOM/039/2019- 2020	18,200,000		18,200,000
43	MAASAEN LTD	CONSTRUCTION OF TWIN THEATRE AND RADIOLOGY DEPARTMENT	NCG/TECH/022/2016-2017	19,309,241		19,309,241
44	MEDIAMAX LTD	PROVISION OF LIVE COVERAGE	2015-2016	2,659,297	2,486,000	173,297
45	MEPHATO ENTERPRISES	SUPPLY OF SERVICES	-	85,000	85,000	-

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

46	MONNIKS	HIRE MOTOR VEHICLES	NCG/RFP/MOTOR/VEHICLES/ 031/2016-2017	9,000,000	-	9,000,000
47	NADUPO SILAN	-	-	12,729,200		12,729,200
48	NAISAN SUPPLIES & CO LTD	VARIOUS HEALTH FACILITIES	NCG/TECH/089/2015-2017	1,677,789	-	1,677,789
49	NAISAN SUPPLIES & CO LTD	VARIOUS HEALTH FACILITIES	NCG/TECH/091/2015-2018	150,367		150,367
50	NAROK RANGERS & CATERING SERVICES	BOARDROOM AND CHAIRMAN'S OFFICE NCRH	NCG/TECH/025/2018-2019	2,979,770	2,979,770	-
51	NAROK RANGERS & CATERING SERVICES	REPAIR OF PERIMETER FENCE AROUND THE STADIUM AND OTHER WORKS	NCG/TECH/037/2018-2019	2,998,600		2,998,600
52	NERAM SUPPLIES	SUPPLY OF GOODS	NCG/HSP/038/2019-2020	3,420,000		3,420,000
53	NEW RANGER & CATERING SERVICES	-	-	3,479,200		3,479,200
54	NORTHWOOD AGENCIES	-	-	134,976,834	134,976,834	-
55	NORTHERN LIGHTS	DORMITORY CONSTRUCTION	1247309	296,933		296,933
56	OAKAR SERVICES	-	-	1,426,628		1,426,628

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

57	OLOIRIEN INVESTMENT	GRADING AND GRAVELING OF OLETUKAT-OLTUMTUM ROAD (D306)	NCG/RD/004/2013-2014	1,950,000	1,950,000	-
58	OLOPITO HARDWARE	IMPROVEMENT AND GRAVELLING OF ROAD ESOIT-KIRIDON-EMARTI-OLOOKWAYA-KIRINDON-PUSANKI	NCG/KRB/ROAD/004/2016-2017	5,484,500	5,484,500	-
59	ORETETI HOLDINGS LTD	NKOILALE-EMPOPONGI(G71711),OLOOSOKO N-AITONG(G2460)8KM	NCG/RD/KRB/075/2019-2020	11,324,817	11,324,817	-
60	ORETETI HOLDINGS LTD	CONSTRUCTION OF NAIREGIE ENKARE MARKET	NCG/MKT/ENK/068/2019-2020	42,624,000	42,624,000	-
61	PORTLAND BUILDERS	PROPOSED CONSTRUCTION OF MOGOR RIVER COMMERCIAL BRIDGE	NCG/TECH/047/2018-2019	1,500,000	1,500,000	-
62	PROFLIGHT	HIRE OF CHOPPER	-	8,997,716	5,000,000	3,997,716
63	RANGERS RESTAURANT	SUPPLY OF SERVICES	NCG/TECH/048/2014-2015	1,800,000	412,500	1,387,500
64	RUKIBA ENTERPRISES	CONSTRUCTION OF OLELUSIE LIVESTOCK SALESYARD	NCG/YARD/006/2016-2017	1,901,860	1,901,860	-

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

65	SAFARICOM PLC	SUPPLY AND DELIVERY OF G-SUITE SOLUTIONS	NCG/RFQ/004/2020-2021	340,419		340,419
66	SAIKA & CO ADVOCATE	LEGAL SERVICES	-	860,000	460,000	400,000
67	SAKWALL INVESTMENT	-	-	8,181,506		8,181,506
68	SEMATECH ENTERPRISES LTD	CONSTRUCTION OF OLMOTONYI BOX CULVERT	NCG/TECH/015/2017-2018	6,496,000	2,500,000	3,996,000
69	SEMATECH ENTERPRISES LTD	CONSTRUCTION OF VARIOUS HEALTH FACILITIES	NCG/TECH/084/2015-2016	4,810,625		4,810,625
70	SIMPET CONSTRUCTION LTD	CONSTRUCTION OF ILKIRAGARIAN HEALTH CENTRE	NCG/TECH/KDSP/047/2019-2020	5,000,000	5,000,000	-
71	SLEWAY TECHNOLOGY LTD	CHEPNYINYI-OLOLUA-MILIMANI ROAD 5KM	NCG/ROADS/017/2019-2020	3,880,000	3,880,000	-
72	SOROMWA	SUPPLY OF SERVICES	NCG/FOOD/055/2014-2015	26,468,137		26,468,137
73	ST JAMES HOLDING LTD	-	-	19,850,000		19,850,000
74	STANFORD CONST CO LTD	OLOSHAPANI-OLTANKI 15KM AND KIMOGORO NDOGO-MENET 7KM	NCG/KRB/ROADS/073/2019-2020	9,612,509	9,612,509	-

## NAROK COUNTY EXECUTIVE

### Annual Report and Financial Statements for the year ended June 30, 2022.

75	STANLANG LTD	ROUTINE MAINTANANCE OF COUNTY ROADS-KIBISWORET-CHERAMNGOI-DIKIRR 8KM ROAD	NCG/ROADS/014/2019-2020	7,939,000	7,939,000	-
76	STROIKA LTD	SUSWA SALE YARD	NCG/08/2016-2017	60,245		60,245
77	SUMEIYION CONTRACTORS LTD	GRAVELLING WORKS ON NAIKARRA-OLDERKESI RD	NCG/ROAD/038/2014-2015	14,956,551		14,956,551
78	THE STAR PUBLICATION LTD	ADVERTISMENT	2018-2019	4,775,355	4,775,355	-
79	THREEDROPS	SUPPLY OF SERVICES	NCG/INFRA/LANDS/035/2019-2020	3,865,864	3,865,864	-
80	TUMOSKOR	CONSTRUCTION OF STANDARD HEALTH FACILITIES	NCG/TECH/109/2015-2016	576,810		576,810
81	TUND CONST AND INVESTMENT CO LTD	LONDON-MUKURU-MBILI-OLOPITO 10 KM ROAD AND MAIN ROAD B3 JUNCT-MASHARIANI-OLCHORO SPRING 6KM	NCG/KRB/ROADS/086/2018-2019	11,261,974	11,261,974	-
82	VIVSKY KENYA LTD	TOKONDA-PIMBINIET-LAILA ROAD	NCG/ROADS/016/2019-2020	6,755,000	6,755,000	-

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

83	WESLEN ENTEPRISES LTD	INKOIRIENITO-OLTEPESI 8KM ROAD	NCG/KRB/ROADS/082/2018- 2019	4,607,971	4,607,971	-
84	WIDELINE ENTERPRISES AND SUPPLIES	SUPPLY OF GOODS	NCG/025/2018-2019	2,191,500	2,191,500	-
85	YONGO CONSTRUCTIO N CO LTD	CONSTRUCTION OF VARIOUS HEALTH FACILITIES	NCG/TECH/081/2015-2016	235,326	235,326	-
86	YONGO CONSTRUCTIO N CO LTD	CONSTRUCTION OF VARIOUS HEALTH FACILITIES	NCG/TECH/079/2015-2016	260,051		260,051
87	YONGO CONSTRUCTIO N CO LTD	CONSTRUCTION OF VARIOUS HEALTH FACILITIES	NCG/TECH/083/2015-2016	288,563	288,563	-
88	YONGO CONSTRUCTIO N CO LTD	CONSTRUCTION OF VARIOUS HEALTH FACILITIES	NCG/TECH/080/2015-2016	235,663	235,663	-
	<b>TOTAL</b>			<b>894,839,613</b>	<b>479,535,563</b>	<b>415,304,050</b>

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

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**Annex 5: Pending Staff Payables**

<b>CADRE</b>	<b>PENDING BILLS AS AT JUNE 30<sup>TH</sup> 2022</b>
GVN,CECS,COS, Up to dec 2020	54,739,527.90
Directors up to dec2020	30,666,019.57
Other contracted staff up to dec 2020	25,162,008.12
Youth polytechnic up to dec 2020	18,741,979.47
Maasai mara 19%- term two only	6,077,412.48
ECDS Contract 2 up to dec 2020	41,789,456.00
Exits- GVN director (Mr. koikai) term one	2,288,741.16
Exits –drivers p&p; others officers term 1&2	15,181,737.16
Exits –Term 2 & transfers of service	3,699,831.10
Devolved youth polytechnic Instructors (July 2015-May 2018)	6,547,284.32
DICECE Devolved Tutors (15% employer contributions	5,703,269.98
TSC SECONDMENTS	
GOK SECONDMENTS	
<b>TOTAL</b>	<b>210,597,267.27</b>

**NAROK COUNTY EXECUTIVE**

**Annual Report and Financial Statements for the year ended June 30, 2022.**

**Annex 6 – Inter-Entity Transfers**

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Cumulative amount transferred	Amount	difference	explanation
						KShs	Confirmed as received KShs		
1	Maasai mara community support fund	10,000,000	15,000,000	15,000,000	11,000,000	51,000,000	51,000,000	-	N/A
2	Narok Water and Sewerage Company	-	-	-	-	-	-	-	N/A
3	Narok County bursary Fund	-	128,500,000	-	71,000,000	199,500,000	199,500,000	-	N/A
	<b>Total</b>	<b>10,000,000</b>	<b>143,500,000</b>	<b>15,000,000</b>	<b>82,000,000</b>	<b>250,500,000</b>	<b>250,500,000</b>	<b>-</b>	

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

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*(Attach FO 30 Reports from IFMIS for all CBK Accounts)*