

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

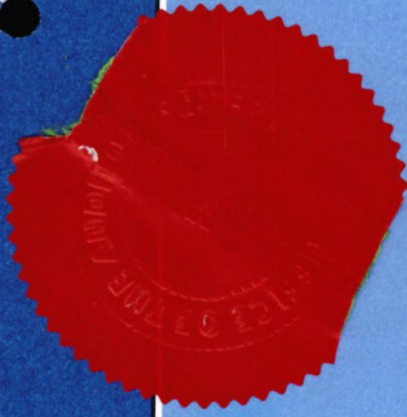
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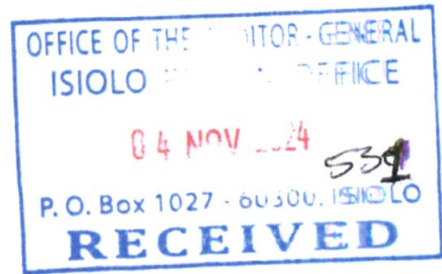
**COUNTY EXECUTIVE OF MARSABIT**

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

PAPERS LAID
DATE <i>13/2/2025</i>
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**COUNTY GOVERNMENT OF MARSABIT  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2024**

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

*County Government of Marsabit*  
*County Executive of Marsabit*  
*Annual Report and Financial Statements for the year ended June 30 2024*

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1. Acronyms and Glossary of Terms

a) *Acronyms*

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

b) *Glossary of Terms*

Fiduciary Management	The key management personnel who had financial responsibility
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**2. Key Entity Information And Management**

**a) Background information**

The County is constituted as per the Constitution of Kenya is headed by the County Governor, who is responsible for the general policy and strategic direction of the County. The County Executive is comprised of the following departments:

No.	Department	Major Responsibility
1.	Finance and Economic Planning	Improve revenue generation capacity Enhance policy and plans formulation
2.	Agriculture and Livestock and Fisheries	Increase crop productivity and output Increase livestock productivity and output Increase fish production and output
3.	Office of the governor	Management, coordination and execution of programmes
4.	Water, Environment & Natural Resources	Enhancing availability and access to potable water Reduce environmental degradation through conservation, protecting and managing of environment for present and future generation Increase adaptive capacity/build community resilience of communities to withstand climate shocks
5.	Lands Energy, Housing & Urban Development	Improve Management and administration of land Improve solid and liquid waste management Improve access to affordable, reliable, secure and climate friendly energy services Improve housing infrastructure
6.	Trade, Tourism, Industry & Cooperative Development	Trade promotion and development Cooperative societies registration and development Cottage industries and industrial parks development and promotion Tourism promotion and development
7.	Roads, Public Works & Transport	Improving road network infrastructure Improving transport mobility
8.	Education, Skills Development, Youth & Sports	Improving access to quality ECD Education Improving access to quality technical and vocational training Reduce unemployment rate among Youth
9.	Culture, Gender & Social Services	Improving, promoting, preserving and celebrating the county cultural heritage Promoting gender equality Increasing access to social services
10.	Health Services	Improving access to quality curative and rehabilitative services.
11.	County Public Service Board	Enhancing Public Service Delivery

No.	Department	Major Responsibility
12.	Public Service and Administration	Public service delivery systems and coordination of county affairs Public participation and civic education Integration, peace building and disaster management

**b) Key Management team**

The *County Executive's* day-to-day management is under the following key organs:

- Office of the Governor
- Department of Finance and Economic Planning
- Department of Agriculture, Livestock and Fisheries
- County Public Service Board
- Department of Education, Youth, Sports and Skills Development
- Department of Health Services
- Department of Administration and ICT
- Department of Lands and Urban Planning and Development
- Department of Roads, Transport and Public Works
- Department of Water, Environment and Natural Resources
- Department of Trade, Industry and Enterprise Development
- Department of Tourism, Culture and Social Services

**c) Fiduciary Management**

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

No.	Designation	Name
1.	CECM Finance and Economic Planning	Adan Guyo Kanano
2.	Accounting Officer-Finance	Boru Duba Dulacha
3.	Accounting Officer- Economic Planning and Budget	Ahmed Intallo Yusuf
4.	Accounting Officer Revenue and Resource Mobilization	Wolde Weisa
5.	Accounting Officer-Executive Department	Geoffrey Godana

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No.	Designation	Name
6.	Accounting Officer- Food Security and Crop Development	Ms. Orge Guyo Baji
7.	Accounting Officer Livestock and Veterinary Services	Dr. Arero Halkano
8.	Accounting Officer Fisheries Development	Ms. Kula Phabbi
9.	Accounting Officer Education	Ms. Qabale Adhi Bulbul
10.	Accounting Officer Skills, Development and Vocational Training	Ms. Guyatu Wakalla
11.	Accounting Officer Youth and Sports	Adan Ali Osman
12.	Accounting Officer Medical Health Services	Alamin Adan
13.	Accounting Officer Public Health Services	Omar Boko Mohamed
14.	Accounting Officer ICT, Communication and Results Delivery	Eng. Mohamed Tache
15.	Accounting Officer Public Service and Devolved Units	Roba Qotto
16.	Accounting Officer Partner Coordination, Disaster management and Cohesion	Tache Elema
17.	Accounting Officer- Lands and Energy	Galm Guyo Rogicha
18.	Accounting Officer- Urban Development and Housing	Kazali Abdirizaq Bulle
19.	Accounting Officer –Roads and Transport	Dr. Rikoi Hitler

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No.	Designation	Name
20.	Accounting Officer –Public Works	Ms. Anamaria Qalla Denge
21.	Accounting Officer- Water Services	Roba Galma Halakhe
22.	Accounting Officer- Environment and Climate Change	Abdullahi Sheikh Ismail
23.	Accounting Officer Natural Resources, Forestry and Wildlife	Pauline Marheni
24.	Accounting Officer-Trade and Cooperative Development	Mahad Mohamed Dida
25.	Accounting Officer Culture, Gender and Social Services	Samuella Lolokuru
26.	Accounting Officer-Tourism	Guyo Ali Adano
27.	Director-Accounting services	CPA Bonaya Doti
28.	Director-Revenue	CPA Shalle Ibrahim Shalle
29.	Director-Finance	CPA Dabasso Bonaya Adano
30.	Director Internal Audit	CPA Simon Khobes Siblet
31.	Director-Procurement	Mr. Francis Kariuki Kamendi

**d) Fiduciary Oversight Arrangements**

*Audit and finance committee activities*

The county Government of Marsabit has established an Internal Audit Committee pursuant to Section 155(5) of the PFM Act 2012.

*County Public Investment and Accounts Committee*

- Examine accounts showing appropriation by the county Assembly to meet public expenditure.
- Examine reports, accounts & working of the county public investments.
- Examine whether the affairs of the county public investment are managed with sound financial or business principles.

**County Budget and Appropriation Committee**

- Investigate, inquire in to and report all the matters related to budget
- Discuss and review the estimate and make recommendations to the County Assembly

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- Examine the County Budget Policy Statements
- Examine Bills related to the County Budget, including appropriation bills
- Evaluate own source revenue estimates
- Evaluate economic and budgetary policies and programmes with direct budget outlays.

**e) County Executive Headquarters**

P.O. Box 384 - 60500  
County Headquarters  
Marsabit - Isiolo Highway  
Marsabit, Kenya.

**f) County Executive Contacts**

Telephone: (254)708852046  
E-mail: [info@treasury.marsabit.go.ke](mailto:info@treasury.marsabit.go.ke)  
Website: [www.marsabit.go.ke](http://www.marsabit.go.ke)

**g) County Executive Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
2. Other Commercial Banks
  - a. Kenya Commercial Bank  
Marsabit Branch  
P.O Box 83 – 60500  
Marsabit, Kenya
  - b. Co-operative Bank  
Marsabit Branch
  - c. Equity Bank  
Marsabit Branch

**h) Independent Auditor**

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

**NAIROBI, KENYA**

**i) Principal Legal Adviser**

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

**NAIROBI, KENYA**

**j) Marsabit County Attorney**

P.O. Box 384 - 60500  
County Headquarters  
Marsabit - Isiolo Highway  
Marsabit, Kenya.

### **3. Governance Statement**

Marsabit County is constituted as per the Constitution of Kenya, 2010. The County is headed by the Governor, who is responsible for the general policy and strategic direction of the County.

The County is made up of a County Assembly, County Executive and seven County Government Entities. The County Executive is structured in terms of departments, headed by a County Executive Committee Member (CECMs). The CECMs support the Governor and the Deputy Governor in executing the mandate of the County Government as stipulated in the Constitution. The County Secretary heads county public service and is responsible for arranging the business of county executive committee.

#### **The County Executive**

The County Executive has 11 departments namely; Office of the Governor, department of finance and economic planning, department of agriculture, livestock and fisheries, department of education, youth sports and skills development, department of health services, department of administration and ICT, department of lands and urban planning and development, department of roads, transport and public works, department of water, environment and natural resources, department of trade, industry and enterprise development, and department of tourism, culture and social services.

The Finance and Economic Planning department works closely with the County Assembly particularly the Finance, Budget and Appropriations Committee. This also extends to Parliament through the responsible Senate committees.

During the financial year ending June 30, 2024, the executive had sponsored several bills and policy documents for consideration by the County Assembly among them were budget and appropriations bill, County Fiscal Strategy Paper and County Integrated Development Plan.

The county has in place a policy that aids public participation during the initial stages of the bills. This is in line with Article 201 of the Constitution of Kenya, 2010 that stipulates principles of public finance listing them as openness and accountability including public participation in financial matters, clear fiscal reporting and prudent use of public money among others.

County Government of Marsabit is a corruption free zone and this has been embedded in the governance structure of the county. The county has also employed a number of initiatives among them interdepartmental transfer of staff on a regular basis and employment of technology in revenue collection to reduce incidences of corruption.

The County has put stringent internal control measures to detect and prevent fraud. The full proof systems installed to manage revenue collections and expenditure. The County conducts regular training of its employee on corruption prevention measures

It should be noted as well that County Government of Marsabit through its Directorate of audit has adopted a Risk Management practices while undertaking reviews of existing internal controls and organisational structure to establish and advise on the level and extent of risk exposure. The contact

official for this framework is the County Executive Committee Member -Finance and Economic Planning.

In addition, the county has in place an audit committee in line with the Public Finance Management Act, 2012 and the Public Finance Management Regulations, 2015. Part of the work of the audit committee is to check the quality of risk management. This Audit Committee meets the requirements in the Audit Committee Guidelines for County Governments, 2016 which state that at least one member of the committee should have the relevant qualifications and expertise in audit, financial management, or accounting with experience in public service or devolved system of government and knowledge in risk management, and is a member of a professional body in good standing.

The County has effective arrangements in place for risk management and internal control strategies such as regular reviews of internal audits reports conducted by the Internal Auditor by the Audit Committee and giving in details the findings for audits conducted, recommendations made, and the actions taken by the Management to address risks that were identified during audits, development and awareness creation on a risk management policy document that has well-articulated mechanisms for identifying risks that could impact county operations, periodical risk assessments are carried out and documented in a risk register which provide a focal point for tracking and mitigation procedures and risk mitigation procedures which address each key area of risk identified are developed and clearly documented with responsibilities assigned.

The management has further put in place key internal control processes and measures to assess risks. Some of the key examples include; Defined authorization, Proper documentation of payments processes, Bank reconciliation exercises being done every month, Separation of duties and Independent physical verification.

Audit, Risk, Management and Compliance Committee generally referred to as Audit Committee plays an oversight role in the county operations by independently reviewing financial and non-financial operations of the county and reports to the County Executive Committee Members. The County risk identification and assessment processes include; establishment of risk assessment committee formally appointing membership which comprises of multisectoral heads to conduct the process of identifying the potential hazards, development and implementation of risk assessment policy that sets out clearly rules of assigning responsibilities on the implementers of a strategies on who might be harmed. development of risk register established to record our findings and document the risks identified and periodic reviews of status of high risks areas identified.

The County assesses its changes in the internal and external environments which could give rise to risks through formation of the risk assessment, management and mitigation multisectoral group that conducts periodical meetings and documents the various internal factors such as changes in management, staff turnover, technological and natural factors in various departments that could increase occurrence of hazardous occurrences. The risk registers other than the periodic intervals guided by the risk management policy is reviewed after every election to put on board political factors that might change the risk structure. Further, the National government pronouncements and new laws and regulations that have an impact in county operations also changes the risk structure and necessitates reviews in risk management and control, the county risk register records changes in factors that can raise risks. It is also the responsibility of the group to benchmark risk

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assessment procedures against other counties and utilize international risk assessment frameworks and prioritization of risks based on their potential impact and likelihood.

The county conducted a risk assessment for the period and identified the following risks as high within the County; Staff downtime risk due to health challenges and medical incapacitation; the county planned to fund and implement a robust medical scheme for staff and planned to conduct training to promote healthy living practices among staff, Budget overrun risk; Annual Development Plan drawn from the County Integrated Development Plan mechanism for ensuring the county implements the ADP for the year and programs identified through public participation as a way of limiting new projects before continuing are completed, Contingent liabilities due to Litigation and court processes; The office of the county attorney to analyse complains made and open channels of communications with all stakeholders and ensure a system of Alternate Dispute Resolution mitigating the effect of dissatisfaction and legal process, Natural calamities such as drought, floods, banditry and pest invasion; The county being prone to harsh environmental conditions aims to conduct awareness among the communities on the possible effects of occurrence of the calamities and mechanisms to deal with it and reduce animal and human mortality.

The other risks identified that may pose a challenge to the County in controlling the same; Change in taxes, change in interest rates, Change in minimum wages, Changes of the organizational hierarchy, Chain of command and Administrative procedures.

Counties are public entities hence they are bound by the Public Finance Management Act, 2012 and the consequent regulations that dictate usage of public funds. The County Government of Marsabit has adhered to Public Finance Management Act, 2012 on reporting as per Section 164(1) of the Act in respect to the annual accounting. This is also in the formats prescribed by the Accounting Standards Board.

To further ensure accountability, the prepared financial statements and reports are shared with the National Treasury, County Assembly, Commission on Revenue Allocation, Controller of Budget, and Auditor General where they are probed and scrutinised.

The County emphasized on tenets of Public participation as a constitutional requirement specifically, Article 1 that states that sovereign power belongs to the people and Article 10 (2) and the Fourth Schedule Part 2 (14) of the Constitution of Kenya, 2010

The County has endeavored involve the public in critical decision-making process such as enactment of county legislation, development of strategic plans and identification of projects. Notice of public meetings published on print media, local radio stations, county websites and social media networks inviting for public participation through submission of memoranda and opportunity to give opinion in such meetings.

#### 4. Foreword by the CECM Finance and Economic Planning

The County Government of Marsabit exists as one of the 47 counties in Kenya with its functions outlined in the County Government Act. Section 5 (a) of the County Government Act states that a county government shall be responsible for county legislation as per Article 185 of the constitution.

County governments and entities under them are required under the Public Finance Management (PFMA) Act Section 163(1) and 164(1) to prepare annual financial statements in formats prescribed by the Accounting Standards Board and the report is to be submitted to the office of Auditor General, National Treasury, office of the Controller of Budget, and Commission on Revenue Allocation, not later than three months after the end of the financial year pursuant to Section 164(4) of the Public Finance Management Act, 2012.

I am pleased to present to you the annual report and financial statements for the County Government of Marsabit for the financial year ended June 30, 2024. These financial statements also contain details on how the County Government performed over the past fiscal year.

The financial report is prepared pursuant to The County's approved budget for FY 2023/2024, which amounted to Kshs.9.42 billion, comprising a recurrent budgetary allocation of Kshs.5.1 billion representing 54% of the total budget and a development budgetary allocation of Kshs 4.32 Billion representing 46% of the total budget. In addition, the approved budgetary provision for the County Executive and Assembly were Kshs 8.11 Billion and Kshs 1.31 Billion respectively.

County Governments are financed through equitable share revenue collected nationally as stipulated in Article 202 of the Constitution of Kenya. They also receive allocations from the National Government as conditional or unconditional. In addition, Counties also are mandated to generate own source revenue. During the financial year ended June 30. 2024 the County received accumulated revenue of Kshs 7.564 billion. Included in the aforementioned revenue is Kshs 6.955 billion being County's equitable share as per County Allocation of Revenue Act, 2023, Kshs 439.015 million received through National Government agencies as conditional grants from bilateral partners and the County collected Kshs 167.579 million from its own sources of revenue.

Compared to the financial year ended June 2023, own source revenue, which comprises of levies, fees and fines improved by Kshs 24.916 million. This is an indication that the efforts put in place by the County Government of Marsabit to seal revenue leaks and streamline collection through digital avenues are bearing fruits.

During the financial year under consideration, Kshs 6.759 billion was transferred from the County Revenue Fund bank account to the County executive operational bank accounts with the approval from the Office of the Controller of Budget pursuant to Article 228 of the Constitution of Kenya, 2010. Total expenditure during the financial year amounted to Kshs 6.592 Billion. The amount spent on development vote was Kshs 2.684 billion representing an absorption rate of 71% of the development budget while recurrent expenditure amounted to Kshs 3.907 Billion representing 91% absorption rate.

As part of its long-term strategic goal, the County Government of Marsabit shall continue to put more emphasis on expenditure and financial management reforms intended to contain growth of non-priority expenditures in order to create fiscal space for financing priority policy areas. The County Government will enhance the budgetary allocations to the productive sectors and closely monitor implementation of programmes, projects and initiatives that will have the desired impact on the lives of the people. These sectors will no doubt help in unlocking the economic potential of Marsabit County.

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Under development budget, infrastructure, health, agriculture and education were the leading sectors that took a significant portion of the budget and the following key projects were financed during the financial year under review;

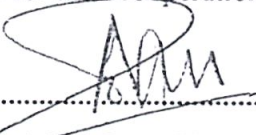
I. The completion of Sololo level IV Hospital is now near completion, and this is expected to expand the scope of services offered hence catering for the needs of majority of the residents and will reduce congestion at Marsabit Level IV Referral Hospital as it will be well equipped to manage complex medical procedures. The county Government has spent accumulated sum of Kshs 132,656,283 on the facility.

II. Construction of the Kenya Medical Training College in Marsabit town is complete and has been handed over to the KMTC management. This will not only provide an opportunity for youth to pursue education but also enhance the county's health agenda by providing the necessary human resource.

III. During the financial year, the county also embarked on improving the road network across the wards. Once completed, the road network will improve access to market and trading centres among them markets, hospitals, schools and administrative units. This in turn will enhance transport of goods and services within and outside the county hence improving the economic well-being of Marsabit residents.

In conclusion, my sincere gratitude goes to His Excellency the Governor who has been exceedingly supportive while providing strategic leadership direction in developing and implementation of County fiscal and development Plans.

I would also like to appreciate all County Executive Committee Members, Chief Officers and County staff for their cooperation.

Signature.....

Name: ~~Mr.~~ Adan Guyo Kanano

County Executive Committee Member – Finance and Economic Planning

**5. Statement of Performance against County Predetermined Objectives**

The Marsabit County CIDP (2023-2027) has identified five key strategic development objectives. Broadly, these objectives have been identified through a participatory process that reviewed the development priorities of the Governor's Manifesto, the National Government's Vision 2030, MTP IV, Bottom-Up Economic Transformative Agenda (BETA) and SDGs.

The strategic objectives are a synthesised product of the afore-mentioned planning frameworks that amalgamate the thematic focus and development aspirations in these policy frameworks.

Marsabit County CIDP (2023-2027) focuses on five main objectives;

1. To enhance availability and access to clean potable water
2. To improve access to quality and affordable health care
3. To improve Food and Nutrition Security
4. To improve transport mobility and accessibility
5. To increase access to quality Education.

Below we present the progress made in attaining the objectives of the Marsabit County CIDP (2023-2027)

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**Progress on Attainment of Development Objectives from Annual Development Plan for FY 2023-2024.**

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:

<b>Sector</b>	<b>Strategic Objective as per CIDP</b>	<b>Targeted Outcome</b>	<b>Indicator</b>	<b>Performance/rogress</b>
Agriculture, Livestock & Fisheries	To improve Food and Nutrition Security	Improved crop production and food security	MT of cereals produced annually	100
			MT of beans produced annually	200
			MT of vegetables produced annually	100
		Improved Livestock production and output	Livestock types traded annually	500,000
Litres of milk produced (in Million)			0.7	
		MT of honey produced annually	2.5	
		Improved fish production and marketing	MT fish landed annually	1358
			MT fish marketed annually	
Water, Environment & Natural Resources	To enhance availability and access to clean potable water	Enhanced availability and access to potable water for both people and their livestock	Proportion of HH accessing potable water	30%
			Household return trekking distance covered	12Km
Roads, Public Works & Transport	To improve transport mobility and accessibility	Improved mobility and accessibility	Kms of road upgraded to bitumen standards	2
			Kms of rural roads upgraded to gravel standard	90
			KMs of new road opened	125

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Education, Skills Development, Youth & Sports	To increase access to quality Education	Increased access to quality ECD Education	Number of ECDE pupils enrolled in ECDE Centre Teacher/Pupil ratio Transition rate from PP2 to grade 1	20000 1:44 96%
		Increase access to technical and vocational training	Number of trainees enrolled in Vocational Training Centres Trainer/Trainee ratio Trainee/Tools Equipment ratio	625 1:17 1:1
Health Services	To improve access to quality and affordable health care	Reduced morbidity and mortality due to preventable diseases	Maternal mortality ratio Neonatal mortality rate Infant mortality rate % of fully immunized children 12-23 months Global Acute Malnutrition rate (< 5s Wasting) HIV prevalence	1127 60 33 70 22.3 0.8
Finance and Economic Planning Sector	Improve revenue generation capacity	Improved financial management	Amount in own source revenue Absorption rate	110
	Enhance policy and plans formulation	Improved economic policy formulation, planning and M&E	Alignment between key planning documents (CIDP, ADP, CFSP and budget)	80%
Public Service and Administration	Public service delivery systems and coordination of county affairs	Enhanced service delivery	Employee satisfaction level No of offices constructed.	30 5
Culture, Gender & Social Services	Improving, promoting, preserving and celebrating the county cultural heritage	Cohesive Marsabit county that develop and conserve its cultural heritage	No of cultural and sacred sites protected No. of cultural festivals done	2 0

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Trade, Tourism, Industry & Cooperative Development	Trade promotion and development	Enhanced conducive business environment	Number of single business permits issued Amount of revenue generated from single business permits, stall fees in million Ksh.	4500  110
Lands Energy, Housing & Urban Development	Improve Management and administration of land	Tenure security in the county enhanced	Number of sections demarcated/ surveyed; Number of title deeds issued	1
	Improve solid and liquid waste management	Improved safe and clean environment	No. of dumpsites Constructed/rehabilitated	0
	Improve access to affordable, reliable, secure and climate friendly energy services	Enhanced Supply of Sustainable energy	Number of households connected to clean & affordable energy	500
	Improve housing infrastructure	Improved quality & standard houses	Number of low-cost housing units constructed	0

## **6. Environmental and Sustainability Reporting**

### **Preamble;**

The County Government of Marsabit is committed to managing the environment in a sustainable manner through continuous improvements in the environmental performance that aims to ensure that processes and operations are safe to the environment and reduction of use of energy, conserve water; reduce, reuse and recycle waste Prevention of environment pollution and developing policy, legal and administrative framework for management of Environment.

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

The County aims to comply with applicable legal and other requirements that affecting the environment and Investigate all environmental incidents or complaints that have or could have an adverse environmental impact and act to prevent recurrence. This will empower County staff to manage environmental issues as an integral part of their duties and establish systems that provide for training and delineation of responsibilities and accountabilities with respect to the environment. It will also build the capacity of our business community and other stakeholders to improve their environment.

### **2. Environmental performance**

The County Climate Change Fund Act creates a fund in the County for the purpose of facilitating, establishment of a mechanism to finance climate change activities and programmes. The Act enabled establishment of institutions to coordinate climate change issues at the County; County Steering Committee, County Planning Committee and Ward Planning Committees. The Act also enabled commitment of 2% County development funds for interventions towards mitigating against effects of climate change and mainstreaming of climate change issues in County development. It also facilitates an enabling environment for accessing multilateral donor funding, and funding from the Financing Locally Led Climate Action (FLLOCA) programme among others. The process for the development of County Climate Change Policy is ongoing, after which County Vulnerability Assessment will be undertaken and County Climate Change Action Plan developed.

### **3. Employee welfare**

The County has put in place policies that ensue the employee welfare are well guarded and all staff are given fare and just treatment. All staff matters are considered through select committee that evaluates the staff matter and advise according for necessary action such promotion, deployment, reprimanding and or dismissal.

Marsabit County is equal opportunity employer with consideration for merit as prerequisite for hiring. The County ensures applicants are not discriminated by gender, religious background, ethnicity or any other form of personality.

The County conducts annual staff appraisal that helps to identify training needs and ways of improving staff productivity. The annual targets are negotiated and agreed between the officer and the supervisor at the beginning of the year. The County has clear career progression structure and staff are awarded promotion timely basis.

The County also provides medical cover for its staff and also ensures the salaries and other allowances are paid without delay.

**4. Market place practices-**

The organisation should outline its efforts to:

**a) Responsible Supply chain and supplier relations-**

The county has developed a service charter that addresses the service delivery timelines and roles and responsibilities assigned to specific staff charged with the responsibilities of county outside interface which promotes good public relations with our suppliers of goods and services. Prompt communication is made for all contract award as an outcome of fair, transparent procurement process.

**b) Responsible ethical practices-**

The county has a well-designed mechanism of identifying, preventing, detecting and reporting any attempt to compromise fair operational practices in the county.

**c) Stewardship of goods and services**

The county has a dedicated unit of addressing concerns raised by members of the community and which has link to line managers within the county who assist in service delivery.

**5. Community Engagements**

The county is working to revive the enterprise related activities to support Small, medium and micro business enterprises to promote economic activities through loans and grants to the citizens.

The County has an established an emergency fund in line with the PFM Act to mitigate the effects of harsh economic and natural environment and promote fair operation ground for its citizenry, in addition a Bursary fund to benefit needy students in all the Wards across the County. In the F/Y 2023/2024, The County had a budgetary allocation of Kshs.200 million earmarked for disbursement to support the student. This benefit is set to go up to promote education in the county.

In the period under review, the County Executive distributed food rations to the community within the County to deal with the unprecedented cases of drought. In the medium term the County Government will strive to deal with drought preparedness and response activities to assist the Community. The County continues to provide enormous resources in the health sector.

The County is also developing a modern infrastructure that is pivotal for the social economic development. These includes the development of a state-of-the-art stadium and a modern hospital at Sololo to promote health care to the Community and reduce the need of traversing the vast county to seek medical attention.

## 7. Statement of Management Responsibilities

Section 164 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 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, 2024. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the county 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, 2024, 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.

*County Government of Marsabit  
County Executive of Marsabit  
Annual Report and Financial Statements for the year ended June 30 2024*


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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 County Executive Committee Member for finance on 28<sup>th</sup> October 2024.

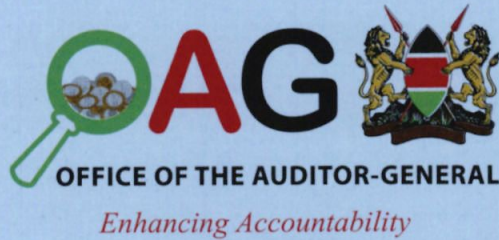
Signature  .....

Name: Mr. Adan Guyo Kanano

County Executive Committee Member – Finance and Economic Planning

# REPUBLIC OF KENYA

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

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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 the Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Qualified Opinion**

I have audited the accompanying financial statements of County Executive of Marsabit set out on pages 1 to 44, which comprise the statement of assets and liabilities as at

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

30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Executive of Marsabit as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the County Governments Act, 2012 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Non-Acknowledgement of Funds Transferred to Other Government Agencies**

The statement of receipts and payment and as disclosed in Note 7 to the financial statements reflects an amount of Kshs.902,201,733 in respect to other grants and transfers. Documents provided for audit review including ledgers reflects an amount of Kshs.595,527,953 in respect to funds transferred to other Government agencies. However, no documentary supporting documents including acknowledgement receipts from the recipient institutions were provided for audit.

In the circumstances, the accuracy and propriety of Kshs.595,527,953 for the year ended 30 June, 2024 could not be confirmed.

#### **2. Unsupported Legal Fees**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an amount of Kshs.678,584,764 in respect of use of goods and services which includes an amount of Kshs.57,316,824 classified as operating expenses which further includes an amount of Kshs10,300,000 paid as legal fees. The County Public Service Board procured legal services from a law firm to defend a civil case in the Court where the plaintiff sued for an amount of Kshs.1,028,000 in damages arising from the unlawful detention of her lorry. However, the following issues were noted:

- i. There was no evidence of the application of the Advocates Remuneration Order of 2014 for determining legal fees. The fees of Kshs.3,300,000 was charged as legal fees for a compensation case, an amount disproportionate to the claimed damages of Kshs.1,028,000.
- ii. The legal fee of Kshs.2,820,000 in the fee note lacked a detailed breakdown to support how the amount was derived or to confirm compliance with the Advocates Remuneration Order of 2014.

- iii. The County Executive lost the case and was ordered by the Court to pay the damages claimed by the plaintiff of Kshs.1,028,000 together with the suit's cost. This resulted in a total expenditure of Kshs.4,328,000, including Kshs.3,300,000 in legal fees, leading to potential loss of public funds.

In the circumstances, the accuracy and value for money for the Kshs.4,328,000 paid in legal fees and compensation for damages could not be confirmed.

### **3. Irregular Motor Vehicle Insurance Payments**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an amount of Kshs.678,584,764 in respect of use of goods and services which includes Kshs.62,203,203 in respect to insurance costs which further includes expenditure of Kshs.16,561,854 paid for motor vehicle insurance cover in the year under review. However, the following anomalies issues were observed:

- i. Records indicate that fifty-two (52) motor vehicles valued at Kshs.134,000,000 were included in the list of the County's list of insured vehicles. However, the reviewed records showed that the vehicles were either grounded or unserviceable during the insured period. Despite this, the County Executive irregularly paid a premium of Kshs.4,119,301. This was contrary to Article 201(d) of the constitution of Kenya 2010 which provides that public money shall be used in a prudent, economical and responsible way.
- ii. In addition, the list of insured motor vehicles included six (6) motor vehicles bearing duplicate registration numbers, valued at Kshs.18,600,000. These vehicles were insured as separate entities, resulting in an irregular double insurance premium of Kshs.558,000.

In the circumstances, the accuracy and regularity of the Kshs.16,561,854 spent on motor vehicle insurance could not be confirmed.

### **4. Irregular Payment of Special House Allowances**

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects an amount of Kshs.3,007,441,497 in respect of compensation of employees which includes an amount of Kshs.59,808,307 personal allowances paid as part of salary. This component further includes an amount of Kshs.1,162,080 paid as special house allowance during the year to twenty (20) county employees hired after 10 December, 2014 when the terms and conditions of service in the Public Service had been determined by the Salaries and Remuneration Commission Circular Ref. No SRC/ADM/1/13 Vol. III (126) of 10 December, 2014 which did not permit the payment of the special house allowances.

In the circumstances, the accuracy and completeness of personal allowances paid as part of salary totalling Kshs.59,808,307 could not be confirmed.

## **5. Misclassification of Expenditure**

### **5.1 Other Operating Expenses**

Note 4 to the financial statement reflects an amount of Kshs.678,584,764 in respect to use of goods and services which includes an amount of Kshs.57,316,824 in respect to other operating expenses. However, an amount of Kshs.7,937,309 was paid to staff members in respect of domestic travel and subsistence allowances but was charged to operating expenses. This was contrary to Section 154 (2) of the Public Finance Management Act, 2012, which states that an accounting officer for a county government entity may reallocate funds between programs, or between sub-votes, in the budget for a financial year, but only if provisions made in the budget of a program or sub-vote are available and are unlikely to be used.

In the circumstances, the accuracy of other operating expenses amounting to Kshs.57,316,824 could not be confirmed.

### **5.2 Other Grants and Transfers**

Note 7 to the financial statements reflects a total of a total of Kshs.902,201,733 in respect to transfer to other grants and transfers which includes an amount of Kshs.645,169,883 in respect to other grants and transfers. An analysis of expenditure details revealed payments of Kshs.75,216,016 in respect to payment to various suppliers but which had been charged to other grants and transfers contrary to Regulation 41 (1a) of the Public Finance Management (County Governments) Regulations, 2015 which require that aggregate reallocations for a particular appropriation line in a given fiscal year not exceed the amount appropriated for that line in the annual Appropriations Act amended from time to time through budgetary reallocations.

In the circumstances, the accuracy of other grants and transfers amounting to Kshs.645,169,883 could not be confirmed.

## **6. Inaccuracy in Pending Bills**

Note 1 under other important disclosures reflects a total of Kshs.403,539,755 in respect to pending bills paid during the year under review. However, it was not explained why pending bills amounting to Kshs.228,456,192 brought forward from previous years were not treated as a first charge against the expenditure for the 2023-2024 financial year and paid in full. This was contrary to Section 41(2) of the Public Finance Management (County Governments) Regulations, 2015, which requires that debt service payments shall be a first charge on the County Revenue Fund.

Further, out of domestic payables from previous years totalling Kshs.403,539,755 and settled in the year under review, only domestic payables from previous years totalling Kshs.316,179,355 were confirmed as having been listed and disclosed in audited

financial statement for the 2022-2023 resulting to unexplained settlement of domestic payable of Kshs.87,360,400.

In the circumstances, the accuracy, existence, and regularity of the expenditure on domestic payables from previous years could not be confirmed.

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

### **Emphasis of Matter**

#### **Budgetary Controls and Performance**

The statement of comparison of budget and actual amounts for the year under review reflects final receipts budget and actual on comparable basis of Kshs.8,107,949,379 and Kshs.6,592,073,216 respectively, resulting to an under-funding of Kshs.1,196,748,306 or 15% of the budget. Similarly, the County Executive spent an amount of Kshs.6,591,995,480 against actual receipt of Kshs.6,911,201,072 resulting to an under-expenditure of Kshs.319,205,593 or 5% of the actual receipts.

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

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

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

### **Other Matter**

#### **Prior Year Unresolved Issues**

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

## **Other Information**

The Management is responsible for the other information set out on page iii to xxi which comprise of Key Entity Information and Management, The Governance Statement, Foreword by the CEC Member for Finance and Economic Planning, Statement of Performance Against Predetermined Objectives, Environmental and Sustainability Reporting and the Statement of Management responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

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

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **1. Wasteful Expenditure on Foreign Travel and Subsistence**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements, reflects an amount of Kshs.678,584,764 in respect to use of goods and services which includes an amount of Kshs.14,154,462 in respect to expenditure on foreign travel and subsistence allowances out of which an amount of Kshs.3,399,484 was spent on foreign travel daily subsistence allowances and air tickets for three (3) County Officers who travelled to the United Kingdom to receive three (3) used Mercedes Benz ambulances donated by a donor. However, at the time of audit, one year after the handing over ceremony for the ambulances in the UK, only one (1) ambulance had been delivered to the County Executive of Marsabit.

In the circumstances, the value for money for a total amount of Kshs.3,399,484 spent on foreign travel and subsistence allowances could not be confirmed.

## **2. Non-Compliance with the Fiscal Responsibility Principles on Wage Bill**

The statement of receipts and payments and as disclosed in Note 3 to the financial statements reflects compensation of employees amount of Kshs.3,007,441,497 representing 44% of the total revenue received of Kshs.6,759,079,399. This was contrary to Regulation 25(1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which states that the County Government expenditure on wages and benefits for public officers should not exceed thirty-five (35%) of the total County revenue.

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

## **3. Irregular Commitments for Supply of Goods and Services**

Review of procurement records indicated that seventy-three (73) sets of expenditure commitments and contracts for various supplies of goods and services totalling Kshs.159,250,917 were made after 31 May, 2024 without the written approval of the Accounting Officers. This was contrary to Regulation 50(1) of the Public Finance Management (County Governments) Regulations, 2015 which provides that all commitments for the supply of goods or services shall be done not later than the 31 May each year except with the express approval of the Accounting Officer in writing.

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

## **4. Anomalies in Projects Implementation**

### **4.1 Supply and Delivery of 5000 Litres Water Tanks to Households**

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflects a total of Kshs.1,953,845,222 in respect to acquisition of assets which includes an amount of Kshs.443,505,099 in respect to construction and civil works. This amount further includes a total of Kshs.22,500,000 spent by the Department of Water Services on the purchase of 450 water tanks each with capacity of 5,000 litres. The tanks were distributed to individual households. However, there was no evidence of monitoring and evaluation mechanisms to assess the effectiveness of the distribution or to evaluate the initiative's impact on improving water accessibility for the community.

In the circumstances, value for money in respect of the expenditure on the purchase and distribution of the water tanks could not be confirmed.

### **4.2 Construction of Level 4 Hospital at Sololo-Makutano**

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflects a total of Kshs.1,953,845,222 in respect of acquisition of assets which includes an amount Kshs.182,498,633 on construction of buildings. The County Executive engaged contractors for construction of Level 4 Hospital at Sololo-Makutano for a contract sum of Kshs.483,369,790. The commencement date was 1 July, 2019, while the original completion date was 25 February, 2021.

However, review of the project file and physical verification in September 2024 revealed the following:-

- i. Certificate of practical completion had not been issued. The National Treasury issued directives of projects completion through treasury circular No.7/2023, reference No.ES1/03 'U' (2) dated 21/06/2023 which required the County Government to fast-track project implementation to ensure value for money and efficient use of budgetary allocations. The County Government of Marsabit failed to adhere to this Circular.
- ii. As of 9 June, 2023, the amounts due for interest on delayed payments for certificate numbers IPC 7, IPC 9, IPC 10, and IPC 11 totalled Kshs.2,087,798. These interest charges, along with penalties, increased the contract price, resulting in a financial burden on public funds.
- iii. Section 7.9 of the Subcontract agreement stipulates that the subcontractor shall execute the works diligently within the extended contract period. However, there were no documentary evidence to show the planned activities that were supposed to be executed in the agreed contract extension period.
- iv. The contract price, initially set at Kshs.483,363,790, was revised upwards to Kshs.534,767,978, creating a variation of Kshs.51,398,188, but no justification for this price increase was provided.
- v. The net variation raised by the contractor vide a letter dated 11 September, 2023 attaching valuation of the bills of quantities which amounted to Kshs.131,854,924 and interest on delayed payments of Kshs.2,087,789 both totaling to Kshs.133,942,713. This led discrepancies in the cost estimates, with differences of Kshs.53,575,435 by the Ministry of Public Works and County Quality Surveyor/ Architect amounts by Kshs.30,627,188.
- vi. Section 139(4) of the Public Procurement and Assets Disposal Act (2015) requires that the quantity variation of works does not exceed twenty percent of the original contract's quantity. The contractor's claim of Kshs.133,942,713 exceeded the legal limit by 28%.
- vii. The County Works Officer raised an amount of Kshs.20,000,000 in regards to contingencies, but no evidence was provided on how these funds were utilized.

In the circumstances, the value for money from the Kshs.483,369,790 could not be confirmed and the Management was in breach of law.

#### **4.3 Irregularities in the Drilling and Equipping of New Godoma Community Borehole**

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflects a total of Kshs.1,953,845,222 in respect of acquisition of assets which includes an amount of Kshs.443,505,099 on construction and civil works.

Management awarded a tender for drilling and equipping of New Godoma Community Borehole at a contract price of Kshs.4,995,000. However, the following issues were noted:

- i. Management did not provide a Hydrological Assessment Report outlining the aquifers parameters, water quality evaluation, recharge impacts and geotechnical analysis of the proposed borehole.
- ii. The contractor failed to provide authorization letter to drill a borehole from the Water Resources Management Authority (WRMA).

In the circumstances, the and value for money for the expenditure of Kshs.4,995,000 and the ability of the contractor to fulfill the terms of the contract could not be confirmed.

#### **4.4 Solid Waste Management Services in Saku Central**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects Kshs.678,584,764 in respect of use of goods and services which includes an amount Kshs.104,724,299 on specialized materials and services. The County through department of Energy, Lands and Urban Development awarded the tender to a contractor for the provision of solid waste management services in Saku Central at a cost of Kshs.17,520,800. However, the following issues were noted:

- i. There was no documentary evidence provided by department of Energy, Lands and Urban Development to demonstrate the strategy for improving waste collection, material recovery and waste disposal. The audit could not ascertain the rationale behind the County Executive's decision to adopt a franchise system, which lacked supporting legislation or by-laws, to delegate waste collection and transportation to private investors while limiting the County Government's role to regulation.
- ii. No documentary evidence of comprehensive assessment and appraisal conducted by the County representatives and the contractor, nor was there an inspection report in a format prescribed by the Department.
- iii. Procuring entity did not submit to NEMA a project report in prescribed form for an environmental impact assessment for the nature of the service provided contrary to Chapter 3.2 of Public Procurement Oversight Committee manual for procurement and management of projects.

In the circumstances, the value for money for the Kshs.17,520,800 spent on the solid waste management services could not be confirmed.

#### **4.5 Upgrading of Moyale Town Roads to Bitumen Standard**

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflects a total of Kshs.1,953,845,222 in respect of acquisition of assets which includes an amount of Kshs.176,077,448 on construction of roads. Available records showed that the County Executive awarded tender to a contractor at a contract price of Kshs.369,253,508.40 for the upgrading of Moyale town roads to bitumen

standard. During the year under review, the contractor was paid Kshs.138,126,226.10. However, the following issues were noted:

- i. The Project to upgrade Moyale town roads to bitumen standard, valued at Kshs.369,253,508 started on 15 May, 2019. However, as at the date of audit on 6 September, 2024 1194 days after the project commenced, the road upgrade had not been completed and handed over. This indicates significant delay and inefficiencies and a failure to effectively manage the project based of the contract timeline.
- ii. A provision of Kshs.2,200,000 was made for HIV/AIDS awareness activities in Bill number 24 of the bill of quantities. However, no evidence was provided to show the implementation of the HIV/AIDS awareness programs during the construction period.

In the circumstances, the credibility, of the actual service delivery and value for money could not be confirmed.

#### **4.6 Stalled/ Incomplete and Unused Projects**

A review of the County's Project Implementation Status and field verification done in the month of September, 2024 revealed that some County projects that were started in the previous year's ranging from the financial year 2018/2019 were either stalled/incomplete, or not in use in the year under review as tabulated below:

<b>No</b>	<b>Project Name</b>	<b>Project Status in 2024</b>
1	Abattoir-in Segel	Stalled and incomplete
2	LogoLogo Market	Incomplete
3	Loyangalani Market near Loyangalani Cultural Centre	Complete but not in use
4	Fish Factory in Loyangalani	Incomplete and submerged in the lake.
5	Construction of an elevated steel tank at Tigo in Turbi	Physical project could not be traced in the area. No evidence that the tank was constructed.
6	Construction of One classroom at Loyangalani Primary school	Project was complete but not in use.

In the circumstances, value for money spent on the incomplete/stalled and unused projects could not be confirmed.

### **5. Regularity of Procurement Processes and Procedures**

#### **5.1 Irregularities in the Procurement of Supply and Delivery of Cereals**

The statement of receipts and payments and as disclosed in note 7 to the financial statements reflects a total of Kshs.902,201,733 in respect to other grants and transfers which includes an amount of Kshs.645,169,883 grants and transfers to the Departments

of County Executive and Administration and ICT for drought mitigation program and resilience building in the County/pro-poor programs in the year under review. The funds were spent on procurement, supply and delivery of relief food commodities to various wards in the County together with related activities to assist the vulnerable members of the community. Records available including payment vouchers show that the County paid Kshs.476,748,120 to various suppliers for supply and delivery of cereals, pulses and miscellaneous foodstuffs under framework agreement. However, the following issues were noted:

- i. There was no evidence of competitive process for identifying the suppliers from the framework agreement contrary to Section 114(3) of the Public Procurement and Asset Disposal Act, 2015. The Act requires procuring entities to use call-off orders or mini-competitions among pre-qualified suppliers under framework agreements.
- ii. Analysis of the successful suppliers' details revealed that some had identical postal addresses and telephone contact numbers, raising concerns that these suppliers could be owned by the same individuals. Additionally, some listed suppliers lacked postal addresses or contact details, casting doubt on their existence and the criteria used for their selection.
- iii. The County contracted a transporter to transport and deliver the foodstuffs to the wards and beneficiaries at a cost of Kshs.8,570,770. However, there was no evidence that a competitive procurement method was used to procure the transporter's services. Although the county executive stated that the procurement method used for this procurement was framework agreements, the supplier was not in the list of framework suppliers.

In the circumstances, Management was in breach of law.

## **5.2 Irregular Procurement of Consultancy Services for the Development and Review of County Integrated Development Plan (CIDP) 2023-2027**

The statement of receipts and payments and as disclosed note 9 to the financial statements reflects a total of Kshs.1,953,845,222 in respect to acquisition of assets which includes an amount of Kshs.914,523,460 in respect to research studies, project preparation, design and supervision. The County paid an amount of Kshs.3,000,000 and Kshs.2,900,000 to a consultant for the provision of consultancy services in developing and reviewing the CIDP 2023-2027. Requests for quotation was used as the preferred procurement method for sourcing the consultant. However, the winning consultant was not in the list of prequalified lists of suppliers. This was contrary to Section 118 (1b) of the Public Procurement and Asset Disposal Act, 2015 which requires the accounting officer of a procuring entity to invite expression of interest of consultancy services to utilize the list of prequalified suppliers.

In the circumstances, Management was in breach of law.

### **5.3 Irregularities in Procurement of Routine Maintenance of Motor Vehicles and Other Equipment**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an amount of Kshs.678,584,764 in respect of use of goods and services which includes an amount of Kshs.38,079,247 on routine maintenance of vehicles and other transport equipment's. However, a review of records provided for audit review revealed the following anomalies:

- i. Pre-inspection and post inspection reports for a sample of repaired county vehicles in the year under review were not provided for audit review.
- ii. Pre-inspection and post inspection reports for repaired Generators at Forolle Borehole, Bulelalesa Borehole, Adadi Borehole and Ririma Borehole were not provided for audit review.
- iii. It was noted that odometer readings for a sample of vehicles were faulty.

In the circumstances, the value for money for the expenditure on maintenance of motor vehicles and equipment could not be confirmed.

### **5.4 Procurement of Comprehensive Staff Medical Cover**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects a total of Kshs.678,584,764 in respect of use of goods and services which includes an amount of Kshs.62,203,203 in respect to insurance costs which further includes an amount of Kshs.47,203,203 paid for staff medical insurance cover in the year under review. Management awarded a comprehensive staff medical cover to an insurance firm for Kshs.79,811,929. However, the approved budget for staff medical insurance was Kshs.60,000,000 resulting to overspending the budget by Kshs.19,811,929. This was contrary to Section 45 (3) (a) of Public Procurement and Asset Disposal Act, 2015 which states that all procurement processes shall be within the approved budget of the procuring entity and shall be planned by the procuring entity concerned through an annual procurement plan.

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

## **6. Irregular Funding of National Government Functions**

Review of documents showed that Management awarded a contract to a supplier to supply and deliver chairs and wooden lockers to Goro Rukesa Mixed Secondary School at a cost of Kshs.1,595,000. This expenditure, related to a National Government function, was not included in the County's approved budget for the year under review and it was charged to the expenditures on other capital grants and transfers.

Further, this payment contravenes the provisions of Section 7 and Section 16 of the Constitution of Kenya, Fourth Schedule which stipulates that primary schools, special education, secondary schools, special education institutions among others, are functions of the National Government.

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

## **7. Non-Compliance with Budget Formulation and Expenditure Classification Requirements**

Review of the Budget formulation process revealed that although Marsabit County Appropriation Bill 2023 was assented to by the Governor on 08 December, 2023, a comparison of the Appropriation Bill with the County Fiscal Strategy Paper submitted to the County Assembly revealed that the County Secretary's and the County Attorney's Offices were not included in the approved County Fiscal Strategy Paper.

Further, development expenditure items amounting to Kshs.32,426,305 across various departments were classified and listed under recurrent expenditure in the departmental budgets. This misclassification led to an overstatement of the departmental recurrent budgets.

In addition, the development budget estimates were not program-based contrary to Regulation 30 (1c) of the Public Finance Management (County Governments) Regulations, 2015 which requires budget proposals to be submitted in the prescribed formats that support program-based budgeting and classification of expenditure in economic classes.

In the circumstances, Management was in breach of law.

## **8. Irregularities in the Management of County Government Vehicles and Fire Equipment**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects a total of Kshs.678,584,764 in respect of use of goods and services which includes an amount of Kshs.38,079,247 on routine maintenance of vehicles and other transport equipment. Review of the county government's vehicle fleet, which comprises 159 vehicles, revealed the following:

- i. Out of the total 159 county government's vehicles, only 55 vehicles were operational, while 57 were in a state of disrepair and 47 were grounded and unserviceable. Further, Management had not initiated the process of disposing of the unserviceable and grounded vehicles allowing further deterioration due to wear and tear.
- ii. A report on recommendations for inspection and assessment of the extent of damage to the unserviceable vehicles was not followed, hindering the determination of necessary repairs. Further, fourteen (14) County vehicles were stored in private garages for extended periods exposing them to risks such as theft and vandalism. Parking fees and additional expenses from prolonged storage could result in further financial losses.
- iii. There was no tracking devices and speed limiters on County vehicles hindering effective monitoring, control, and management of the vehicles. This was contrary

to Section 132(2) of the Public Finance Management (County Governments) Regulations, 2015, which requires the implementation of measures for efficient, economical, and transparent use of motor vehicle assets.

- iv. A fire truck was also parked at the County headquarters, un-serviced and unused for a long period. This was the only fire engine in the County, and its inactivity posed a significant risk to emergency preparedness. Further, the County had a fire department with 14 staff members as per the IPPD payroll data but there was no operational fire station or functional fire engine, rendering the staff idle and the public vulnerable in case of a fire emergency.

In the circumstances, the effective use of the county vehicles and fire assets could not be confirmed.

## **9. Project Implementation Status**

The Project Implementation Status Report provided for audit review indicated that seventy-four (74) projects worth Kshs.286,264,407 were completed, six (6) projects worth Kshs.108,600,000 were ongoing, and seven (7) projects worth Kshs.22,100,000 had not started. However, completion status for three hundred and ten (310) projects worth Kshs.3,381,888,608 was not indicated. This may be an indication of inadequacy in project planning and control mechanisms to ensure efficient absorption of available funds.

In the circumstances, the public may not have received the expected services from the projects due to be completed.

## **10. Non-Compliance with the Public Sector Accounting Standards Board Requirements**

Annex 8 to the financial statements reflect blank contingent liabilities register. Contingent liabilities arise from litigation in progress and or court decision against the entity which may create a financial obligation in form of fines damages or other financial obligations. However, the County did not provide documentation on concluded cases and ongoing litigations in the year under review for disclosure in the financial statements. The financial statements are non-compliant with the reporting template issued by Public Sector Accounting Standards Board (PSASB) on the disclosure of the contingent liabilities register.

In the circumstances, Management did not comply with the Board's requirements.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

## **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

### **1. Failure to Maintain an Updated Fixed Assets Register**

Annex 6 of the financial statements in respect of summary of non-current assets register, reflects a total of Kshs.2,983,153,611 in respect to historical cost of non-current assets. However, during the year under review, Management County did not maintain an updated, and accurate fixed asset register. In addition, it was noted that the County did not have in place an assets policy to govern, procurement, control, and disposal of its assets contrary to section 149 (2) (o) of the Public Finance Management Act, 2012.

In the circumstances, it was not possible to confirm the existence of effective measures on security use and condition of county assets.

### **2. Use of Manual Payroll**

The statement of receipts and payments together with Note 3 to the financial statements reflects Kshs.3,007,441,497 in respect of compensation of employees. However, examination of the manual payroll revealed that the County Executive had three hundred and sixty-seven (367) staff members whose salaries were computed manually using excel spreadsheet. No satisfactory explanation was provided for maintaining a huge number of employees over a long period of time on the manual payroll without enrolling them into the Integrated payroll and personnel database. (IPPD).

In the circumstances, the effectiveness of the internal controls on the payroll system could not be confirmed.

### **3. Information, Communication and Technology Environment**

As reported in the previous year, the County Executive had not put in place an Information Communication and Technology (ICT) strategy, steering committee, ICT security policy, business and ICT continuity plan including an off-site back-up plan to ensure data confidentiality, integrity and availability resulting to inadequacy in ICT governance.

Further the County had not established a Disaster Management and Recovery Policies including fire suppression systems contrary to Section 149(2) (c) of the Public Finance

Management Act, 2012 which provides that a public entity should ensure that all its records, financial or otherwise kept in electronic form are adequately protected and backed up.

In the circumstances, in the event of a disaster it is doubtful the County Executive would recover vital information lost and, therefore, safeguard and restore its operations.

#### **4. Lack of Risk Management Policy**

Available information indicates that the County have not put in place a risk management policy, risk assessment reports & risk register during the year under review contrary to section 155. (1) (a) of the Public Finance Management Act, 2012 that provides that a county government entity shall ensure that it has appropriate arrangements for conducting internal audit according to the guidelines issued by the Accounting Standards Board.

In the circumstances, risks may not have been identified and mitigated.

#### **5. Lack of a Functioning Audit Committee**

Review of the governance structure revealed that although an Audit Committee was appointed on 17 October, 2023 as per the appointment letters provided for audit review, one of the members resigned and had not been replaced as September, 2024 rendering the audit committee non-functional due to lack of quorum to meet and carry out its mandate.

In addition, the Audit Committee did not hold any meetings in the year under review contrary to Section 172 (1) of the Public Finance Management (County Governments) Regulations, 2015 which requires them to meet at least once every three months.

Further, contrary to Regulation 159(2) of the Public Finance Management (County Governments) Regulations, 2015, the Committee did not publish an annual report on the review of the independence, performance, and competence of the Internal Audit Unit. The law provides that in each financial year, the Audit Committee shall carry out an annual review of the independence, performance and competence of the Internal Audit Unit and comment on its effectiveness in an annual report.

#### **6. Lack of Operational and Functional Independence of Internal Audit Department**

A review of the County's internal audit department revealed that the department lacked operational and functional independence due to lack of a functional audit committee in place contrary to section 155(1) of the Public Finance Management (County Government) Regulation 2015 which requires the Head of the Internal Audit unit in a county government entity to enjoy operational independence through the reporting structure by reporting administratively to the Accounting Officer and functionally to the Audit Committee.

In the circumstances, and in the absence of an active and vibrant Audit Committee the overall internal control system and risk management in the county executive may have been ineffective in the year under review.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 2330. The Standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

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

In preparing the financial statements, Management is responsible for assessing the ability to continue as a going concern/ sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the County Executive either intends to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

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 follow the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**23 December, 2024**

County Government of Marsabit

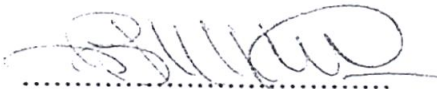
County Executive of Marsabit

Annual Report and Financial Statements for the year ended June 30 2024

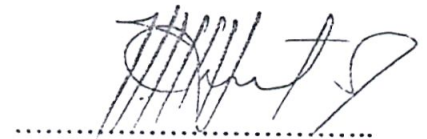
9. Statement of Receipts and Payments for the year ended 30th June 2024

	Notes	F.Y 2023-2024 Ksh.	F.Y 2022-2023 Ksh.
<b>Receipts</b>			
Transfers from the CRF	1	6,759,079,399	6,864,425,711
Miscellaneous receipts	2		
<b>Total receipts</b>		<b>6,759,079,399</b>	<b>6,864,425,711</b>
<b>Payments</b>			
Compensation of employees	3	3,007,441,497	2,903,845,222
Use of goods and services	4	678,584,764	878,292,085
Subsidies	5	-	-
Transfers to other government entities	6	50,000,000	157,000,000
Other grants and transfers	7	902,201,733	1,726,383,148
Social security benefits	8	-	28,612,283
Acquisition of assets	9	1,953,845,222	1,072,697,161
Finance costs, including loan interest	10	-	-
Repayment of principal on domestic & foreign Borrowing	11	-	-
Other payments	12	-	-
<b>Total payments</b>		<b>6,592,073,216</b>	<b>6,766,829,899</b>
<b>Surplus/deficit*</b>		<b>167,006,183</b>	<b>97,595,812</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 28<sup>th</sup> October 2024 and signed by:



Name: Mr. Boru Dulacha  
Duba  
Chief Officer -Finance



Head of Accounting Unit

ICPAK M/No. 21497

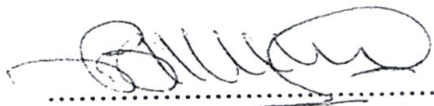
\*Comparative FY means the financial year preceding the current financial year

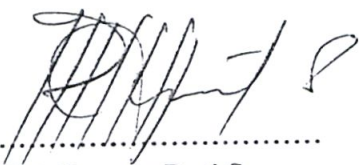
County Government of Marsabit  
 County Executive of Marsabit  
 Annual Report and Financial Statements for the year ended June 30 2024

10. Statement of Assets and Liabilities as at 30th June 2024

	Notes	F.Y. 2023-2024 Kshs	F.Y. 2022-2023 Kshs
<b>Financial assets</b>			
Bank balances	13A	380,854,297	167,319,292
Cash balances	13B	-	
<b>Total cash and cash equivalents</b>		<b>380,854,297</b>	<b>167,319,292</b>
Outstanding imprests and advances	14		
<b>Total financial assets</b>		<b>380,854,297</b>	<b>167,319,292</b>
<b>Financial liabilities</b>			
Deposits and retentions	15	61,648,704	15,119,882
<b>Net financial assets</b>		<b>319,205,593</b>	<b>152,199,410</b>
<b>Represented by</b>			
Fund balance b/fwd.	16	152,199,410	54,603,598
Prior year adjustments	17		-
Surplus/deficit for the year		167,006,183	97,595,812
<b>Net financial position</b>		<b>319,205,593</b>	<b>152,199,410</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 28<sup>th</sup> October 2024 and signed by:

  
 Name: Mr. Boru Dulacha Duba  
 Chief Officer - Finance

  
 Name: CPA Bonaya Doti Sora  
 Head of Accounting Services  
 ICPAK M/No. 21497

County Government of Marsabit  
 County Executive of Marsabit  
 Annual Report and Financial Statements for the year ended June 30 2024

11. Statement of Cash Flows for the period ended 30<sup>th</sup> June 2024

		FLY 2023-2024	FLY 2022-2023
	Note	KSh	KSh
<b>Receipts from operating income</b>			
Transfers from the CRF	1	6,759,079,399	6,864,425,711
Miscellaneous receipts	2		
<b>Total receipts from operating income</b>		<b>6,759,079,399</b>	<b>6,864,425,711</b>
<b>Payments for operating expenses</b>			
Compensation of employees	3	-3,007,441,497	-2,903,845,222
Use of goods and services	4	-678,584,764	-878,292,085
Subsidies	5		-
Transfers to other government entities	6	-50,000,000	-157,000,000
Other grants and transfers	7	-902,201,733	-1,726,383,148
Social security benefits	8		-28,612,283
Finance costs, including loan interest	10		
Other payments	12		
<b>Total payments for operating expenses</b>		<b>-4,638,227,994</b>	<b>-5,694,132,738</b>
<b>Net receipts/ (payments) from operations</b>		<b>2,120,851,405</b>	<b>1,170,292,973</b>
<b>Adjusted for:</b>			
Prior year adjustments	17		
Decrease/(increase) in outstanding imprests & advances	18		
Increase/(decrease) in deposits and retentions	19	46,528,822	-24,728,227
<b>Net cash flow from operating activities</b>		<b>2,167,380,227</b>	<b>1,145,564,746</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets	9	-1,953,845,222	-1,245,692,734
<b>Net cash flows from investing activities</b>		<b>-1,953,845,222</b>	<b>-1,245,692,734</b>
<b>Cash flow from Financing activities</b>			
Repayment of principal on domestic and foreign Borrowing	11		
<b>Net cash flow from financing activities</b>			
<b>Net increase in cash and cash equivalents</b>		<b>213,535,005</b>	<b>72,867,585</b>
<b>Cash and cash equivalents at beginning of the year</b>		<b>167,319,292</b>	<b>94,451,707</b>
<b>Cash and cash equivalents at end of the year</b>		<b>380,854,297</b>	<b>167,319,292</b>

*County Government of Marsabit*

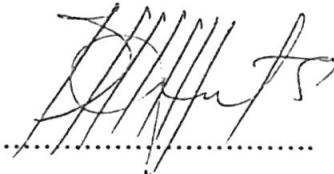
*County Executive of Marsabit*

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

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 28<sup>th</sup> October 2024 and signed by:



.....  
Name: Mr. Boru Dulacha Duba  
Chief Officer Finance



.....  
Name: CPA Bonaya Doti Sora  
Head of Accounting Services  
ICPAK Member Number 21497

**MARSABIT COUNTY EXECUTIVE**  
**Annual Report and Financial Statements**  
**For the year ended June 30 2024**

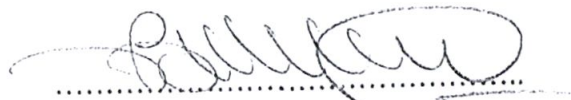
**12. Statement of Comparison of Budget & Actual Amounts (Recurrent and Development Combined) for the year ended 30<sup>th</sup> June 2024**

Revenue Item	Original Budget	Adjustment	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c%
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Receipts</b>						
Transfers from the CRF	7,497,261,695	268,566,010	7,765,827,705	6,759,079,399	1,006,748,306	87%
Other receipts	160,000,000	30,000,000	190,000,000	-	190,000,000	0%
Opening balance for Non-refundable bank balances in special purpose deposits accounts e.g., DANIDA	152,199,410	-	152,199,410	152,199,410	-	100%
<b>Total</b>	<b>7,809,383,369</b>	<b>298,566,010</b>	<b>8,107,949,379</b>	<b>6,911,278,809</b>	<b>1,196,670,571</b>	<b>85%</b>
<b>Payments</b>						
Compensation of employees	2,992,333,660	51,000,000	3,043,333,660	3,007,441,497	35,892,163	99%
Use of goods and services	842,834,520	185,735,000	1,028,569,520	678,584,764	349,984,756	66%
Subsidies	-	-	-	-	-	-
Transfers to other government units	120,000,000	-	120,000,000	50,000,000	70,000,000	42%
Other grants and transfers	1,202,085,136	93,151,118	1,295,236,254	902,201,733	393,034,521	70%
Social security benefits	27,076,521	-	27,076,521	-	27,076,521	0%
Acquisition of assets	2,625,053,532	(31,320,108)	2,593,733,424	1,953,845,222	639,888,202	75%
Finance costs, including loan interest	-	-	-	-	-	-
Repayment of principal on borrowings	-	-	-	-	-	-
Other payments	-	-	-	-	-	-
<b>Total</b>	<b>7,809,383,369</b>	<b>298,566,010</b>	<b>8,107,949,379</b>	<b>6,592,073,216</b>	<b>1,515,876,163</b>	<b>81%</b>

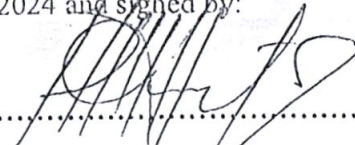
County Government of Marsabit  
 County Executive of Marsabit  
 Annual Report and Financial Statements for the year ended June 30 2024

	Original Budget	Adjusted Budget	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Surplus/(Deficit)				319,205,593		

The County Executive's financial statements were approved on 28<sup>th</sup> October 2024 and signed by:



Name: Mr. Boru Dulacha Duba  
 Chief Officer Finance



Name: CPA Bonaya Doti Sora  
 Head of Accounting Services  
 ICPAK Member Number: 21497

County Government of Marsabit

County Executive of Marsabit

Annual Report and Financial Statements for the year ended June 30 2024

A Statement of Comparison of Budget & Actual Amounts – Recurrent for the year ended 30<sup>th</sup> June 2024

Particulars	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Receipts</b>						
Transfers from the CRF	4,183,096,362	126,000,000	4,309,096,362	3,907,211,738	401,884,624	91%
Other receipts						
Opening balance for Non-refundable bank balances in special purpose deposits accounts c.g. DANIDA						
<b>Total</b>	<b>4,183,096,362</b>	<b>126,000,000</b>	<b>4,309,096,362</b>	<b>3,907,211,738</b>	<b>401,884,624</b>	<b>91%</b>
<b>Payments</b>						
Compensation of employees	2,992,333,660	51,000,000	3,043,333,660	3,007,441,497	35,892,163	99%
Use of goods and services	793,834,520	25,000,000	818,834,520	595,149,994	223,684,526	73%
Subsidies			-	-	-	0%
Transfers to other government units	120,000,000		120,000,000	50,000,000	70,000,000	42%
Other grants and transfers	160,900,000	50,000,000	210,900,000	206,057,050	4,842,950	98%
Social security benefits	27,076,521		27,076,521	-	27,076,521	0%
Acquisition of assets	88,951,661		88,951,661	48,559,900	40,391,761	55%
Finance costs, including loan interest	-	-	-	-	-	-
Repayment of principal on borrowings	-	-	-	-	-	-
Other payments	-	-	-	-	-	-
<b>Total</b>	<b>4,183,096,362</b>	<b>126,000,000</b>	<b>4,309,096,362</b>	<b>3,907,208,441</b>	<b>401,887,921</b>	<b>91%</b>
<b>Surplus/(deficit)</b>				<b>3,297</b>		

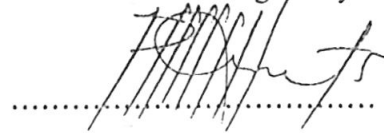
County Government of Marsabit  
County Executive of Marsabit  
Annual Report and Financial Statements for the year ended June 30 2024

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The County Executive's financial statements were approved on 28<sup>th</sup> October 2024 and signed by



Name: Mr. Boru Dulacha Dũba  
Chief Officer Finance



Name: CPA Bonaya Doti Sora  
Head of Accounting Services  
ICPAK Member Number: 21497

**MARSABIT COUNTY EXECUTIVE**  
**Annual Report and Financial Statements**  
**For the year ended June 30 2024**

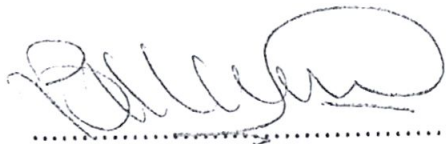
**B Statement of Comparison of Budget & Actual Amounts: Development for the year ended 30<sup>th</sup> June 2024**

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 %
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Receipts</b>	-	-	-	-	-	
Transfers from the CRF	3,314,165,333	142,566,010	3,456,731,343	2,851,867,661	604,863,682	83%
Other receipts	160,000,000	30,000,000	190,000,000	-	190,000,000	0%
Opening balance for Non-refundable bank balances in special purpose deposits accounts e.g. DANIDA	152,199,410	-	152,199,410	152,199,410	-	100%
<b>Total</b>	<b>3,626,287,007</b>	<b>172,566,010</b>	<b>3,798,853,017</b>	<b>3,004,067,071</b>	<b>794,785,947</b>	<b>79%</b>
<b>Payments</b>						
Compensation of employees	-	-	-	-	-	-
Use of goods and services	49,000,000	160,735,000	209,735,000	83,434,770	126,300,230	40%
Subsidies	-	-	-	-	-	-
Transfers to other government units			-		-	
Other grants and transfers	1,041,185,136	43,151,118	1,084,336,254	696,144,683	388,191,571	64%
Social security benefits	-	-	-	-	-	-
Acquisition of assets	2,536,101,871	(31,320,108)	2,504,781,763	1,905,285,322	599,496,441	76%
Finance costs, including loan interest						
Repayment of principal on borrowings						
Other payments						

County Government of Marsabit  
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	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%
Totals	3,626,287,007	172,566,010	3,798,853,017	2,684,864,775	1,113,988,242	71%
Surplus/(deficit)				319,202,296		

The County Executive's financial statements were approved on 28<sup>th</sup> October 2024 and signed by:



Name: Mr. Boru Dulacha Duba  
 Chief Officer Finance



Name: CPA Bonaya Doti Sora  
 Head of Accounting Services  
 ICPAK Member Number: 21497

**MARSABIT COUNTY EXECUTIVE**  
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**C. Budget Execution by Programmes and Sub-Programmes for the year ended 30<sup>th</sup> June 2024**

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	% Budget utilization
	2023/2024	2023/2024	2023/2024	2023/2024	2023/2024
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>P1 Management of county affairs</b>					
County Executive services	477,791,217		477,791,217	435,087,491	42,703,726
Executive Infrastructure Development	536,712,933	-1,600,000	535,112,933	448,275,669	86,837,264
<b>P2 Public Financial Services</b>					
Financial Services	702,391,874	205,050,222	907,442,096	746,428,430	161,013,666
<b>P3 Crop, Livestock, and Fisheries Development and Management</b>					
Lands and Crop Development	761,591,263	89,238,663	850,829,926	514,084,036	336,823,626
General Administration, Planning and Support Services	102,921,592		102,921,592	84,268,104	18,653,488
Livestock production and Management	116,732,929		116,732,929	100,588,442	16,144,487
Fisheries Policy, Strategy and Capacity Building	30,938,971		30,938,971	20,753,820	10,185,151
<b>P4 Human Resource Management</b>					
Administration services	96,868,000		96,868,000	59,341,328	37,526,672
Board Management Service	23,500,000		23,500,000	18,849,631	4650369
<b>P5 General Administration, Planning and Support Services</b>					
General Administration, Planning and Support Services	478,863,481	55,000,000	533,863,481	513,341,489	20,521,992

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Early Childhood Development and Education	278,958,000	-64,663,653	214,294,347	84,218,512	130,075,835
<b>P6 General Administration, Planning and Support Services</b>					
Administration and support services	1,474,981,500	51,000,000	1,525,981,500	1,524,748,492	1,233,008
Health Infrastructure development	587,394,408	-84,212,125	503,182,283	319,176,723	184,005,560
<b>P7 Coordination Services</b>					
Administration services	335,200,000	-	335,200,000	289,580,075	45,619,925
Executive Infrastructure Development	105,000,000	57,800,000	162,800,000	154,678,050	8,121,950
<b>P8 Lands and Physical Planning services</b>					
Solid Waste Management	153,894,559	-19,500,000	134,394,559	103,602,948	30,791,611
Administration and Support services	113,700,000		113,700,000	107,321,517	6,378,483
Administrative and support services	21,275,355		21,275,355	17,350,390	3,924,965
<b>P9 Road Transport and Infrastructure Development</b>					
General Administration, Planning and Support Services	65,760,877		65,760,877	57,706,829	8,054,048
Operations and Maintenance	38,603,610		38,603,610	23,597,907	15,005,703
Roads Infrastructure Development	221,142,000	15,319,903	236,461,903	186,247,042	50,214,861
<b>P10 Natural Resources Conservation and Management</b>					
Environmental policy development	125,001,968		125,001,968	101,267,345	23,734,623

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Water Supply Infrastructure Development	410,000,000	-58,967,000	351,033,000	273,454,066	77,578,934
General Administration, Planning and Support Services	108,512,000		108,512,000	101,350,222	7,161,778
Forests Conservation and Management	38,388,560		38,388,560	33,060,002	5,328,558
<b>P11 Trade and Industrial Development</b>					
Financial Services	86,700,000		86,700,000	65,645,916	21,054,084
Develop infrastructure and facilities	138,000,000	51,300,000	189,300,000	72,324,256	116,975,744
<b>P12 Cultural Services</b>					
General Administration Services	103,358,270	20,000,000	123,358,270	110,923,126	12,435,144
Cultural infrastructure development	49,700,000	-17,200,000	32,500,000	13,565,460	18,934,540
<b>P13 General administration, planning and support services</b>					
General Administration Services	11,000,000		11,000,000	1,864,800	9,135,200
<b>P14 General administration, planning and support services</b>					
General Administration Services	14,500,000		14,500,000	9,371,100	5,128,900
	<b>7,809,383,367</b>	<b>298,566,010</b>	<b>8,107,949,377</b>	<b>6,592,073,216</b>	<b>1,515,876,163</b>

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the County budgets which are programmatic. Its totals should tie to the combined budget statement in number 12 above.)

### 13. Significant Accounting Policies

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

#### a) **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.

#### b) **Reporting entity**

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

#### c) **Recognition of receipts and payments**

##### i) **Recognition of receipts**

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

##### ii) **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.

##### iii) **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.

Significant Accounting Policies (Continued)

d) 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, and statutory contributions 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.

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. (if applicable).*

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.

**Significant Accounting Policies (Continued)**

**e) 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.

**f) Third Party Payments**

This relates to payments done directly to supplier on behalf of the county Executive 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 these financial statements.

**g) Cash and cash equivalents**

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

***Restriction on cash***

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30<sup>th</sup> June 2024, this amounted to Kshs 61,648,704 compared to Kshs 15,119,882 in prior period as indicated on note. There were no other restrictions on cash during the year.

**Significant Accounting Policies (Continued)**

**h) 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.

**i) 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.

**j) 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.

**k) 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.

Significant Accounting Policies (Continued)

l) Contingent Liabilities

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships.

The County Executive does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Note - and Annex 7 of this financial statement is a register of the contingent liabilities in the year.

m) 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.

**Significant Accounting Policies (Continued)**

**n) 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 18<sup>th</sup> August 2023 for the period 1<sup>st</sup> July 2023 to 30 June 2024 as required by law. There was 1 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.

**o) Comparative figures**

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

**p) 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.

**q) Prior Period Adjustment**

During the year, errors that have been corrected are disclosed *under note 17* explaining the nature and amounts.

**r) Related Party Transactions**

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

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

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

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14. Notes to the Financial Statements

1. Transfer from the CRF

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Total exchequer releases for quarter 1	1,061,983,439	573,268,756
Total exchequer releases for quarter 2	1,605,031,467	1,447,721,476
Total exchequer releases for quarter 3	1,551,635,302	1,929,723,054
Total exchequer releases for quarter 4	2,540,429,191	2,913,712,425
<b>Total</b>	<b>6,759,079,399</b>	<b>6,864,425,711</b>

(Provide a brief explanation and explain significant change from prior period)

2. Miscellaneous Receipts

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Insurance Recoveries		
Other Receipts (Specify)		
<b>Total</b>		

(Give a brief description of other receipts including write backs and recoveries where applicable)

3. Compensation of Employees

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Basic salaries of permanent employees	2,849,476,696	2,737,491,607
Basic wages of temporary employees	86,256,976	85,939,000
Personal allowances paid as part of salary	59,808,307	55,534,019
Personal allowances paid as reimbursements		
Personal allowances provided in kind		
Employer contribution to compulsory national social schemes	11,899,518	24,880,596
Employer contribution to compulsory national health insurance schemes		
Pension and other social security contributions		
Social benefit schemes outside government		
Other personnel payments		
<b>Total</b>	<b>3,007,441,497</b>	<b>2,903,845,222</b>

(Give brief explanation including the comparative number of employees. Explain what other personnel costs relate to, explain significant change from prior period)

County Government of Marsabit  
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Notes to the Financial Statements (Continued)

4. Use of Goods and Services

	F.Y 2023-2024	F.Y 2022-2023
Description	K.shs	K.shs
Utilities, supplies and services	19,149,344	18,065,685
Communication, supplies and services	860,000	5,504,656
Domestic travel and subsistence	114,637,130	118,303,379
Foreign travel and subsistence	14,154,462	10,940,224
Printing, advertising and information supplies & services	78,837,448	32,677,100
Rent and Rates	36,325,000	50,907,248
Training expenses	21,357,281	77,093,750
Hospitality supplies and services	53,325,932	82,443,300
Insurance costs	62,203,203	83,938,389
Specialized materials and services	104,724,299	97,650,429
Office and general supplies and services	27,414,220	42,238,776
Fuel, oil and lubricants	43,150,802	93,169,839
Other operating expenses (including bank charges)	57,316,824	87,750,731
Routine maintenance – vehicles and other transport equipment	38,079,247	60,634,399
Routine maintenance – other assets	7,049,572	16,974,180
<b>Total</b>	<b>678,584,764</b>	<b>878,292,085</b>

5. Subsidies

	F.Y 2023-2024	F.Y 2022-2023
Description	K.shs	K.shs
Subsidies to Public Corporations		
<i>See List Attached</i>		
(Insert Name)		
Subsidies to Private Enterprises		
<i>See List Attached</i>		
(Insert Name)		
<b>Total</b>		

(Give explanation of the nature of subsidies and the kind of services that have been subsidised. explain significant change from prior period)

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Notes to the Financial Statements (Continued)

6. Transfer to other Government entities

Description	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
<b>Transfers to county government entities</b>		
Emergency Fund	50,000,000	117,000,000
County Executive Mortgage Fund		40,000,000
<b>Total</b>	<b>50,000,000</b>	<b>157,000,000</b>

(Provide the nature and purpose of transfers and are these transfers to be recovered. The transfers under this note should be that done to self-reporting entities, explain significant change from prior period)

7. Other Grants and Transfers

Description	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
Scholarships and other educational benefits	200,000,000	143,000,000
Emergency relief and refugee assistance	57,031,850	697,607,812
Other grants and transfers	645,169,883	885,775,336
<b>Total</b>	<b>902,201,733</b>	<b>1,726,383,148</b>

(Other grants and transfers relates to funds budgeted for & expended to facilitate scholarship, emergency funds and implementation of donor funded projects during the year)

8. Social Security Benefits

Description	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
Social Security Benefits	-	28,612,283
Employer Social Benefits		-
<b>Total</b>	<b>-</b>	<b>28,612,283</b>

(Explain where the benefits are remitted and who the beneficiaries are, explain significant change from prior period)

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Notes to the Financial Statements (Continued)

9. Acquisition of Assets

Non-financial assets	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Purchase of buildings		
Construction of buildings	182,495,633	140,012,694
Refurbishment of buildings	-	900,000
Construction of roads	176,077,448	18,103,917
Construction and civil works	443,505,099	144,792,911
Overhaul and refurbishment of construction & civil works	-	
Purchase of vehicles and other transport equipment	999,980	1,800,000
Overhaul of vehicles and other transport equipment		
Purchase of household furniture and institutional equipment		
Purchase of office furniture and general equipment	3,289,335	1,440,000
Purchase of specialized plant, equipment and machinery	23,818,012	
Rehabilitation and renovation of plant, machinery and equip.		
Purchase of certified seeds, breeding stock and live animals	18,991,973	1,031,500
Research, studies, project preparation, design & supervision	914,523,460	314,092,500
Rehabilitation of civil works		
Acquisition of strategic stocks and commodities		
Acquisition of ICT Equipment's	1,200,000	5,700,000
Acquisition of land		
Acquisition of intangible assets		
Domestic Payables from previous financial Year	188,944,282	444,823,639
<b>Total acquisition of non- financial assets</b>	<b>1,953,845,222</b>	<b>1,072,697,161</b>
<b>Financial assets</b>		
Domestic public non-financial enterprises		
Domestic public financial institutions		
<b>Total acquisition of financial assets</b>	<b>1,953,845,222</b>	<b>1,072,697,161</b>

Notes to the Financial Statements (Continued)

10. Finance Costs, including Loan Interest

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Interest payments on foreign borrowings		
Interest payments on guaranteed debt taken over by govt		
Interest on domestic borrowings (non-govt)		
Interest on borrowings from other government units		
<b>Total</b>		

(Explain significant change from prior period)

11. Repayment of Principal on Domestic Lending and On-Lending

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Repayments on borrowings from domestic		
Principal repayments on guaranteed debt taken over by government		
Repayments on borrowings from other domestic creditors		
Repayment of principal from foreign lending & on – lending		
<b>Total</b>		

(Explain significant change from prior period)

12. Other Payments

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Budget Reserves		
Civil Contingency Reserves		
Other payments (specify/breakdown)		
<b>Total</b>		

(Provide explanation as to what each component of other expenses relates to, explain significant change from prior period)

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Notes to the Financial Statements (Continued)

13. Cash and Bank Balances

13A. Bank Balances

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev Dep etc	P.Y 2023-2024	P.Y 2022-2023
			Kshs	Kshs
Central Bank Fuel Levy Account no.1000299134		Development	30,323,806	161,903
Central Bank of Kenya, Development Account no.1000170514		Development	4,803,455	545
Central Bank of Kenya, Recurrent Account no.1000170492		Recurrent	3,297	9,496
Central Bank of Kenya, World Bank/Danida Account no.1000274328			6,986	6,984
Central Bank of Kenya, Village Polytechnic Project Account no.1000367377			555,347	1,159,347
Central Bank of Kenya, Agriculture Sector Development Support Project Account no.1000367393			-	-
Central Bank of Kenya, Kenya Climate Smart Agriculture Account no.1000367385			15,729	15,729
Central Bank of Kenya, Kenya Devolution Support Project Account no.1000454318			184,483	184,483

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Central Bank of Kenya, Covid-19 Account no.1000470143			9.766	9.766
Central Bank of Kenya, Emergency Locust Response Account no.1000530081			1	-
Central Bank of Kenya, Drought Resilience Account no.1000512288			145,038.663	145.038.663
Central Bank of Kenya, Climate Change Fund Account no.1000506587			127,721.671	5,544,800
Primary health care Account no: 1000574054			433,785	
Aggregate and Industrial Park, Account no:1000739177			10,108,606	
Co-operative Bank, Marsabit Branch Account no.01141551311100			61,648.704	15,119.882
Kenya Commercial Bank-Recurrent, Marsabit Branch Account no.1140789724			-	-
Kenya Livestock Commercialization Project (KELCOP), KCB, Account No. 1312242647			-	-
Kenya Commercial Bank-Development, Marsabit Branch			-	67,694

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Account no.1162178345				
Marsabit County Equalisation Fund, Account no.1000738162			-	-
Marsabit County Food and Agri Org, Account no.1000375744			-	-
Marsabit County Community Health Promoters, Account no.1000744502			-	-
Marsabit County Urban Institutional Grant, Account no.1000385553			-	-
Marsabit County Kenya Urban Support Programme, Account no.1000385561			-	-
<b>Total</b>			<b>380,854,297</b>	<b>167,319,292</b>

Note: Amount should be as per amount in the cash book and bank reconciliation statements prepared for each account held. These balances do not include bank balances for self-reporting entities and revenue collection accounts (these are in ROR reports) as at reporting date.

13 B Cash in Hand

	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
Cash in hand – Held in Domestic Currency	-	-
Cash in hand – Held in Foreign Currency	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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Notes to the Financial Statements (Continued)

Cash in hand should also be analysed as follows:

	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
Location 1	-	-
Location 2	-	-
Location 3	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

[Provide cash count certificates for each]

14. Outstanding imprests and advances

Description	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
Government Imprests	-	-
Salary Advance	-	-
Clearance accounts	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

[Include a breakdown of the outstanding receivables above or as an annex to the notes if the list is longer than 1 page.]

Breakdown of Imprests and Salary Advance per Department	F.Y 2023-2024	F.Y 2022-2023
	Kshs	Kshs
<b>Imprests</b>		
Department -	-	-
Department -	-	-
Department -	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Salary Advance</b>		
Department -	-	-
Department -	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Grand Total</b>	<b>-</b>	<b>-</b>

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

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Notes to the Financial Statements (Continued)

15. Deposits and Retention

	F.Y 2023-2024		F.Y 2022-2023	
	Kshs		Kshs	
Deposits				
Retention Monies		61,648,704		15,119,882
<b>Total</b>		<b>61,648,704</b>		<b>15,119,882</b>
Ageing analysis for				
			Comparati	
Ageing analysis: (deposits and retentions)	Current FY	% of the Total	ve FY	% of the Total
Under one year	46,528,822	75%	14,428,268	95%
1-2 years	15,119,882	25%	681,614	5%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total (tie to above total)</b>	<b>61,648,704</b>	<b>100</b>	<b>15,119,882</b>	<b>100</b>

[These are monies retained from contractors for the purpose of making good defects]

16. Fund Balance Brought Forward

	F.Y 2023-2024		F.Y 2022-2023	
	Kshs		Kshs	
Bank Accounts		167,319,292		94,451,707
Cash in Hand				
Outstanding Imprests and Advances				
Third party deposits and retention		-15,119,882		-39,848,109
<b>Total</b>		<b>152,199,410</b>		<b>54,603,598</b>

[The fund balances brought forward refers to the previous financial year's closing balances]

**17. Prior Year Adjustments**

A prior period adjustment really applies to the correction of an error in the financial statements of a prior period.

	Balance b/f from Previous FY as per audited financial statement	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f For previous FY
Description Of the Error	Kshs	Kshs	Kshs
Bank Account Balances			
Cash in Hand			
Outstanding Imprests and Advances			
Third party deposits and Retention			
Others ( <i>Specify</i> )			
<b>Total</b>			

\* The figure that goes to the statement of assets and liabilities.

\*\* (The adjusted balances are not carried down on the face of the financial statement.

County Executive to provide disclosure on the adjusted amounts) (Explain whether the prior year relates to errors noted in prior year, changes in estimates or accounting policy. Provide explanations for the prior year adjustments made their nature and effect on the fund balance of the County Executive).

Notes to the Financial Statements (Continued)

**18. Increase/ (Decrease) in Outstanding Imprests and Advances**

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Imprest and Advances as at 1 <sup>st</sup> July (A)	-	-
Imprest and Advances as at 30 <sup>th</sup> June (B)	-	-
Increase/ Decrease in Imprest and Advances (C=(B-A))	-	-

(Receivable as at 1<sup>st</sup> July for FY 20- should be the same as receivable as at 30<sup>th</sup> June for the Previous FY)

**19. Increase/ (Decrease) in Deposits and Retention**

	F.Y 2023-2024	F.Y 2022-2023
Description	Kshs	Kshs
Deposits and Retention s as at 1 <sup>st</sup> July (A)	15,119,882	39,848,109
Deposits and Retention as at 30 <sup>th</sup> June (B)	61,648,704	15,119,882
Increase/ (Decrease) in Deposits and Retentions C= B-A	46,528,822	- 24,728,227

(Payables as at 1<sup>st</sup> July for FY 2023 should be the same as Payable as at 30<sup>th</sup> June for the Previous FY)

20. Other Important Disclosures

1. Pending Accounts Payable (See Annex 2)

	Balance b/f FY 2023-2024	Additions for the year	Paid during the year	Balance c/f FY 2024-2025
Description	Kshs	Kshs	Kshs	Kshs
Construction of Buildings	310,939,488	76,393,289	241,584,653	145,748,124
Construction of Civil Works	115,733,687	58,940,795	80,170,402	94,504,080
Supply of Goods	186,094,148	188,391,261	64,484,700	310,000,709
Supply of Services	19,228,645	7,685,450	17,300,000	9,614,095
<b>Total</b>	<b>631,995,968</b>	<b>331,410,794</b>	<b>403,539,755</b>	<b>559,867,007</b>

2. Pending Staff Payables (See Annex 3)

	Balance b/f FY 2023-2024	Additions for the year	Paid during the year	Balance c/f FY 2024-2025
Description	Kshs	Kshs	Kshs	Kshs
Senior management				
Middle management				
Unionisable employees				
Others				
<b>Total</b>				

3. Other Pending Payables (See Annex 4)

	Balance b/f FY 2023-2024	Additions for the year	Paid during the year	Balance c/f FY 2024-2025
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government Entities				
Amounts due to County Government Entities				
Amounts due to Third Parties – June 2024 Salary and Casual wages	277,407,011	-	-	277,407,011
<b>Total</b>	<b>277,407,011</b>	<b>-</b>	<b>-</b>	<b>277,407,011</b>

(Provide explanations for the prior year adjustments made their nature and effect on the fund balance of the County)

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Other Important Disclosures  
 4. External Assistance

Description	FY 2023-2024 Kshs	FY 2022-2023 Kshs
External Assistance received in Cash		
External Assistance received as Loans and Grants	439,015,173	348,018,186
External Assistance received In Kind- as Payment by Third Parties		
<b>Total</b>	<b>439,015,173</b>	<b>348,018,186</b>

a) External assistance relating to loans and grants

Description	FY 2023-2024 Kshs	FY 2022-2023 Kshs
External Assistance received as Loans		
External Assistance received as Grants	439,015,173	348,018,186
<b>Total</b>	<b>439,015,173</b>	<b>348,018,186</b>

(Total here to tie to line 2 of note 4)

b) Undrawn external assistance

Description	Purpose for which the undrawn external assistance may be used	FY 2023-2024	FY 2022-2023
		Kshs	Kshs
Undrawn External Assistance - Loans			
Undrawn External Assistance - Grants			
<b>Total</b>			

(This is a disclosure of the assistance not yet received as per donor agreements)

Other Important Disclosures

c) Classes of providers of external assistance

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Multilateral Donors		
Bilateral Donors		
International Assistance Organization		
NGOs		
National Assistance Organization		
<b>Total</b>		

(Provide details for external assistance e, g. Economic development or welfare objective, Emergency relief, Trading activities etc. The total here should tie to totals of note 4)

d) Non-monetary external assistance

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Goods		
Services		
<b>Total</b>		

This may occur when goods such as vehicles, computers, medical equipment, food aid etc are contributed to a county by donors, NGO etc. N/B: Disclose the basis on which the value of goods and services were determined (This may be by : depreciated historical cost of physical assets, price attached on the goods, an assessment of value by the management of transferor, recipient on Third Party, Fair value measurement The totals here tie with line 3 of note 4).

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Other Important Disclosures

e) Purpose and use of external assistance.

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Compensation of Employees		
Use of Goods and Services		
Subsidies		
Transfers to Other Government Entities		
Other Grants and Transfers		
Social Security Benefits		
Acquisition of Assets		
Finance Costs, including Loan Interest		
Repayment of Principal on Domestic & Foreign Borrowing		
Other Payments		
<b>Total</b>		

*N/B The above sub-classification will be adopted based on the purpose of the external assistance and how the external assistance was used. (The total here should tie to the note 4 on external assistance)*

f) External Assistance paid by Third Parties on behalf of the County Executive by Source

*This relates to external assistance paid directly by third parties to settle obligations on behalf of the County Executive.*

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
National Government		
Multilateral Donors		
Bilateral Donors		
International Assistance Organization		
NGOs		
National Assistance Organization		
<b>Total</b>		

*(This note should tie to line 3 of note 4 on external assistance)*

Other Important Disclosures

5. Payments by Third Party on Behalf of the County Executive

This relates to payments made directly to supplier on behalf of the county Executive. For example, the national government may fund the operations of health or education program, a donor may pay directly for construction of a given market etc.

5.1 Classification by Source

Description	FY 2023-2024 Kshs	FY 2022-2023 Kshs
National Government		
Multilateral Donors		
Bilateral Donors		
International Assistance Organization		
NGOs		
National Assistance Organization		
Other County Entities		
Others		
<b>Total</b>		

(Third party payments may be done by other entities that are not providers of external assistance)

5.2 Classification of payments made by Third Parties by Nature of expenses.

Description	FY 2023-2024 Kshs	FY 2022-2023 Kshs
Compensation of employees		
Use of goods and services		
Subsidies		
Transfers to other government units		
Other grants and transfers		
Social security benefits		
Acquisition of assets		
Finance costs, including loan interest		
Repayment of principal on domestic & foreign borrowing		
Other payments		
<b>Total</b>		

N/B The above sub classification will be adopted based on the appropriate county's operations

Other Important Disclosures

6. Related Party Disclosures

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

The following comprise of related parties to the County Executive:

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

Related party transactions

	2023/24	2022/23
Key Management Compensation (Governor, CEC Members And Cos)		
<b>Transfers To Related Parties</b>		
Transfers to Other County Government Entities	5,187,367,031	5,329,096,527
Transfers to Development Projects	2,463,567,614	2,491,775,787
Transfers to Non-Reporting Entities E.G Schools And Welfare		
Transfers to County Water Service Providers		
Expenses paid on Behalf Of County Water Service Providers		
<b>Total Transfers To Related Parties</b>	<b>7,650,934,644</b>	<b>7,820,872,314</b>
<b>Transfers From Related Parties</b>		
Transfers From the CRF	7,650,934,644	7,820,872,314
Transfers From National Government MDAs		
Transfers From SCs And SAGAs - National Government		
(Insert Any Other Transfers Received)		
<b>Total Transfers From Related Parties</b>	<b>7,650,934,644</b>	<b>7,820,872,314</b>

Other Important Disclosures

7. 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.

Entity	Date Established/Date taken over	Location	Accounting Officer responsible
Marsabit County Executive Emergency Fund	2014	County Hqs	Boru Dulacha Duba
Marsabit County Executive Mortgage Scheme Fund	2016	County Hqs	Boru Dulacha Duba
Marsabit County Executive Car Loan Scheme Fund	2016	County Hqs	Boru Dulacha Duba
Marsabit County Executive Scholarship Fund	2016	County Hqs	Qabale Adhi Bulbul
Marsabit County Executive Enterprise Fund	2015	County Hqs	Mahad Mohamed Dida
Marsabit County Executive Social Protection Fund	2014	County Hqs	Anamaria Qalla Denge
Marsabit Water and Sewerage Company (MAWASCO)	2017	County Hqs	Roba Galma Halakhe

8. 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 current financial year, amounts relating to leased medical equipment was Kshs - and Kshs - for the previous Financial year.

9. Contingent Liabilities

Contingent Liabilities	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Court Case - Against the Entity		
Bank Guarantees in Favour of Subsidiary		
Contingent Liabilities Arising from PPPs		
<b>Total</b>		

(Give details- Update ANNEX 8 Contingent liabilities register)

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**10. Program for Results (PforR) Disclosure**

This disclosure note is for entities implementing Programs for Results (PforR). Implementing entities are required to make disclosures in accordance with their respective financing agreements. The disclosure should capture the program's goal and expenditures designated in the expenditure framework.

Name of PforR:	Name of Financing Partners					
	Opening Cumulative for Previous FYs		Current FY		Total Cumulative	
	Budget	Actual	Budget	Actual	Budget	Actual
Expenditure Details*						
Program code						
Sub-program						
Sub-program						
<b>Sub-total</b>						
Program code						
Sub-program						
Sub-program						
<b>Sub-total</b>						
<b>Total</b>						

Expenditure Details\* - Provide the details per your expenditure framework requirements. (Program, sub-program, and or economic Item)

**11. 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	Status:	Timeframe:
			(Resolved /Not Resolved)	(Put a date when you expect the issue to be resolved)
<b>Report on The Financial Statements</b>				
1	Unsupported Expenditure on Fuel, Oil and Lubricants	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
2	Doubtful Procurement of Comprehensive Medical Cover	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
3	Unsupported Procurement of Office Stationaries	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
4	Unsupported Expenditure on Daily Subsistence Allowance	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
5	Unsupported Procurement of Cereals, Pulses and Miscellaneous Foodstuff	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
6	Unsupported Expenditure	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
7	Accuracy of Pending Bills	Pending bills computations and reconciliations has now been done	Not resolved	15th December 2024
8	Un-Supported Cash and Cash Equivalents	Records in support of Cash and bank balances are available for review	Not resolved	15th December 2024
<b>Other Matter</b>				
1	Budgetary Controls and Performance	The county is engaging the stakeholders to ensure full implementation of the budget	Not resolved	15th December 2024

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2	Project Implementation Status Report	The county has developed a mechanism to monitor project implementation	Not resolved	15th December 2024
3	Prior Year Unresolved Issues	The audit committee once constituted will liaise with internal audit and ensure implementation of audit recommendation	Not resolved	15th December 2024
<b>REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES</b>				
1	Human Resource Management			
1.1	Retention of Staff Beyond Retirement Age	The county has ensured that all employees past the age are retired	Not resolved	15th December 2024
1.2	Over Commitment of Salaries	County has written to staff with over committed salaries	Not resolved	15th December 2024
1.3	Irregular Payment of Special House Allowance	Th county notes these were not special house allowance but arrears not defined in the IPPD	Not resolved	15th December 2024
1.4	Operating Manual Payroll	County aims to have all employees under IPPD	Not resolved	15th December 2024
1.5	Non-Remittance of Statutory and Other Deductions.	The deductions have now been remitted	Not resolved	15th December 2024
1.6	Irregular Recruitment of Employees	Requisite records have now been provided	Not resolved	15th Dcccember 2024
1.7	Casuals Engaged for More than Three Months Continuously	The county has developed a policy to enforce adherence to three months casual engagement	Not resolved	15th December 2024
1.8	Failure to Maintain Staff Establishment	The staff establishment has now been developed	Not resolved	15th December 2024
2	Failure to Publish and Publicize Contracts and Use E- Procurement	the county effective next accounting period will ensure contracts are published	Not resolved	15th December 2024

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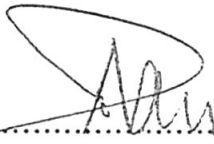
3	Irregular Expenditure of Specialized Goods and Services	Procurement on specialized goods has been streamlined with regulations	Not resolved	15th December 2024
4	Un-Approved Transport Benefits to Staff	The county is coming up with a remunerable benefit commensurate to the transport	Not resolved	15th December 2024
5	Non- Acknowledgement of Funds Transferred to other Government Agencies	Acknowledgements records have been obtained	Not resolved	15th December 2024
6	Irregular Receipt of Goods Beyond Thirty (30) Days of LPO Issue	The county will enforce adherence to the law on receipt of goods	Not resolved	15th December 2024
7	Nugatory Expenditure to Frontier Counties Development Council Limited	the council of governors are working on a policy to regularize the transfers	Not resolved	15th December 2024
8	Irregular Use of Restricted Tendering	Reasons for use of restricted tenders have now been provided	Not resolved	15th December 2024
9	Irregularities in Procurement of School Bus	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
10	Un-Supported Procurement of Works - Upgrading of Loglogo - Korr Road	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
11	Upgrading of Moyale Town Roads to Bitumen Standard	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
12	Supply and Installation of Solar Street Lights in Marsabit Municipality Center	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
13	Proposed Erection and Completion of Tuition Block for Medical Training College	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024

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14	Construction of Level Four Hospital at Sololo - Makutano	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
15	Unsupported Procurement of Works- Qalaliwe Water Supply	Records in support of the procurement are now available for inspection	Not resolved	15th Dcccember 2024
16	Doubtful Procurement - Gada Korma Borehole	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
17	Rehabilitation of Water Pipeline-	Records in support of the procurement are now available for inspection		
17.1	Ibrahim Hassan to Aila to Onsor and Omar Afatu to Abdihafid. to Barako, Judiciary to Kenya Wildlife Service and Ibrahim Dalal to Abdi Shakur.	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
18	Failure to Maintain a Fixed Asset Register	The asset register has now been updated per the PFM Act	Not resolved	15th December 2024
19	Non-Preparation of Financial Statements	The county has instructed the respective accounting officers to prepare the accounts	Not resolved	15th December 2024
20	Irregular Payments of Fuel from the Development Account	Records in support of the procurement are now available for inspection	Not resolved	15th December 2024
<b>REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE</b>				
1.0	Information, Communication and Technology Environment (ICT)	The county is in the final stages of developing ICT policy	Not resolved	16th December 2024
2.0	Lack of Risk Management Policy	The county is in the process of developing a risk management policy	Not Resolved	N/A
3.0	Lack of an Operational Audit Committee	The county Government of Marsabit has established an Internal Audit Committee pursuant to Section 155(5) of the PFM Act 2012	Not resolved	16th December 2024

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4.0	Management of County Motor Vehicles	The transport department have enumerated vehicles for disposal	Not resolved	16th December 2024
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Name: Adan Guyo Kanano

County Executive Committee Member – Finance and Economic Planning

Date

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**15. Annexes**

**Annex 1 – Analysis of Transfers from the CRF**

<b>Period 20-</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>
Equitable Share	1,061,983,439	1,605,031,467	1,535,135,302	2,067,089,998	6,269,240,206
Level 5 Hospitals					-
DANIDA - Universal Healthcare in Devolved Units Programme	-	-		21,787,875	21,787,875
Primary Health Care				9,630,000	9,630,000
Kenya Roads Board-Road Maintenance Fuel Levy Fund				30,161,903	30,161,903
Kenya Urban Support Programme	-	-			
Agriculture Sector Development Support Project (ASDSP)	-	-	5,500,000	4,755,395	10,255,395
Kenya Climate Smart Agriculture Project (KCSAP)	-	-			
Emergency Locust Response Project	-			194,495,020	194,495,020
County Aggregated and Industrial Park				60,000,000	60,000,000
Drought Resilience Programme In Northern Kenya (DRPNK)	-	-		15,000,000	15,000,000
Financing Locally Led-Climate Action Programme	-	-	11,000,000	137,509,000	148,509,000
<b>Total</b>	<b>1,061,983,439</b>	<b>1,605,031,467</b>	<b>1,551,635,302</b>	<b>2,540,429,191</b>	<b>6,759,079,399</b>

*Note: The above comprises transfers from the Exchequer based on CARA, comprising of equitable share, Level 5 and donor funds. Where there are changes in CARA amend as appropriate.*

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**Annex 2 – Analysis of Pending Accounts Payable**

Supplier Of Goods Or Services	Particulars	Date invoiced or contracted	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
				a	b	c	d=a+b-c	
	<b>Construction of Buildings</b>							
1	AMAROLE CIVIL CONT LTD	INTERIM PAYMENT FOR UPDATING OF MOYALE TOWN ROADS TO BITUMEN STANDARD	64,502,511	64,502,511	-	64,502,511	-	
2	MODIS AND BRO LIMITED	Repair of agricultural Tractors	3,000,000	3,000,000	-	3,000,000	-	
3	Waswafi Investment Ltd	Proposed Drilling of borehole at Lolkurkur in laisamis	4,499,900	4,499,900	-	4,499,900	-	
4	Arbot construction co. ltd	Supply and delivery of 30No. 5,000 ltrs plastic tanks	1,500,000	1,500,000	-	1,500,000	-	
5	Camto Investment Ltd	Supply and delivery of laboratory reagents to kalacha Hospital	3,799,560	3,799,560	-	3,799,560	-	
6	Kiwanja Contractors	payment for Construction of Guardgouse and	3,497,800	3,497,800	-	3,497,800	-	

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		Fencing of Rengumo Borehole							
7	Hafare Building Costruction ltd	Being payment for transportation of sewing machines from nairobi to Marsabit for 2 trips	9/25/2018	150,000	150,000	-	150,000	-	
8	Hafare Building Costruction ltd	Being payment for transportation of Nets from Marsabit to mt.Kulal,marsabit-loyangalani and Moite	9/25/2018	240,000	240,000	-	240,000	-	
9	Nation Media Group	Provision for broadcasting and advertising services	9/14/2022	7,895,649	7,895,649	-	7,895,649	-	
10	Star Publication Limited	Provision for broadcasting and advertising services	4/29/2021	1,876,137	1,876,137	-	1,876,137	-	
11	Adhi Pharmacy Limited	Supply and Delivery of Pharmaceuticals	5/29/2023	24,821,348	24,821,348	-	24,821,348	-	
12	QARSIYE INVESTMENT LTD	Equipment Hire for Roads grading and gravelling	10/12/2022	2,560,000	2,560,000	-	2,560,000	-	
13	Gabodida Investments Limited	Equipment Hire for Roads grading and gravelling	10/12/2022	2,560,000	2,560,000	-	2,560,000	-	
14	Marsabit County Water Services	Being the County 15% Contribution towards the Sustainable Management and Access to Water		12,988,447	12,988,447	-	12,988,447	-	

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		and Sanitation in ASALS Program(SWASAP)							
15	El-gufu GENERAL COMPANY LIMITED	Refurbishment work for North Horr Sub County Head Quarter	4/25/2023	1,999,990	1,999,990	-	1,999,990	-	
16	Liban Construction Limited	Rehabilitation of Pipeline	5/19/2023	1,400,000	1,400,000	-	1,400,000	-	
17	Dubartot Company Limited	Water Trucking Services		3,600,000	3,600,000	-	3,600,000	-	
18	Elbesso Company Limited	Installation of tank at Bura Irrigation	5/30/2023	3,990,906	3,990,906	-	3,990,906	-	
19	Rajab Construction Company Limited	Rehabilitation of Pipeline from Muslim Primary to Golo Line 2	5/22/2023	3,000,000	3,000,000	-	3,000,000	-	
20	Agso Enterprise Limited	Purchase of Genset for Ramole Borehole		2,300,000	2,300,000	-	2,300,000	-	
21	Kako General Merchants	Completion of Laisamis Hospital theatre	11/28/2021	920,000	920,000	-	920,000	-	
22	Mashhur Construction	Rehabilitation of Pipeline at Sessi	3/19/2020	2,997,966	2,997,966	-	-	2,997,966	
23	Lrarok Agencies Limited	Construction of Karare Health Centre	5/6/2015	2,100,000	2,100,000	-	2,100,000	-	
24	Abrassa Investment	Pharmaceutical Reagents	6/10/2022	2,900,000	2,900,000	-	2,900,000	-	
25	Halgo Traders Limited	Lighting Elmolo dispensary	6/4/2023	1,500,000	1,500,000	-	1,500,000	-	

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26	Assgori Investment Limited	Digging of Weir across the Riverbed, Aibete	5/9/2023	4,900,000	4,900,000	-	4,900,000	-	
27	Baredha Investment	Piping of water from Qalaliwe to Funan Nyata	6/6/2023	2,100,000	2,100,000	-	2,100,000	-	
28	Sogha General	Proposed repair of reservoir tank and solarization of galas borehole		2,990,000	2,990,000	-	2,990,000	-	
29	Al Suda Agencies Limited	Refurbishment of Lami Dispensary		1,999,974	1,999,974	-	1,999,974	-	
30	Marsabit Investment Limited	Solar Installation and equipping - Turbi Maternity	4/25/2018	1,499,998	1,499,998	-	1,499,998	-	
31	Isaumu Holdings Limited	Elevated tank at Tigo Academy		4,900,000	4,900,000	-	4,900,000	-	
32	Prewana General Suppliers	Supply and delivery of 4 ambulances	6/27/2023	48,000,000	48,000,000	-	48,000,000	-	
33	Tula Saglan Limited	Rehabilitation of Pipelines		2,902,918	2,902,918	-	2,902,918	-	
34	Al-Hisan Investment limited	Supply of seedlings to Olla Youth-Heilu/Manyatta ward	10/28/2021	1,500,000	1,500,000	-	1,500,000	-	
35	Sukhu Investment Ltd	Construction of Qilta Water Pan	5/30/2022	3,999,000	3,999,000	-	3,999,000	-	
36	Sorobdu Building	Dormitory Block at Kukub Primary School (PRJ 11)	1/25/2021	4,498,596	4,498,596	-	-	4,498,596	

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37	Subenah General	2NO Classroom at Al Huda primary School	11/26/2020	2,999,727	2,999,727	-	-	2,999,727	
38	Bisiqa General	Double Pit Latrine at Kukub Primary School	4/1/2021	500,000	500,000	-	-	500,000	
39	Subenah General	Fence and Gates at Kukub Primary School	11/26/2020	2,499,394	2,499,394	-	-	2,499,394	
40	Chulkii Enterprise	1NO Classroom at Kukub Primary School	11/26/2020	1,549,980	1,549,980	-	-	1,549,980	
41	Qarale Construction	Dormitory Block at Uran Primary	11/26/2020	4,495,000	4,495,000	-	-	4,495,000	
42	Subenah General	Dinning Hall at Kukub Primary	11/26/2020	4,599,516	4,599,516	-	-	4,599,516	
43	Walkiba Construction Company Limited	Dining & Kitchen at Sessi Mixed	11/26/2020	4,499,000	4,499,000	-	-	4,499,000	
44	Sorale investment	150CM3 Masonry Tank at Kukub Primary School	11/26/2020	2,999,412	2,999,412	-	-	2,999,412	
45	Voltric Enterprise	Uran Cement Fence	5/3/2023	1,995,200	1,995,200	-	-	1,995,200	
46	Godhos Investment Limited	Supply and delivery of relief food	10/27/2020	3,000,000	3,000,000	-	3,000,000	-	
47	Dhureti Investment Limited	Refurbishment of Health Offices	6/22/2022	528,844	528,844	-	-	528,844	
48	Ambalo Tyres and Auto Garage	Supply and Delivery pof Tyres for Ambulances	13.03.2024	2,200,000	2,200,000	-	2,200,000	-	

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49	Zicho General Construction Co	Construction of water kiosk, water tank, piping and equipping with solar	13.03.2023	3,990,516	3,990,516	-	3,990,516	-
50	Boldways Company Ltd	supply and delivery of cereals, Pulses and miscellaneous Foodstuffs	17.03.2023	17,877,000	17,877,000	-	-	17,877,000
51	Tula Saglan Ltd	supply and delivery of cereals, Pulses and miscellaneous Foodstuffs	05.06.2023	14,313,000	14,313,000	-	-	14,313,000
52	Arbycom Enterprises Ltd	supply and delivery of cereals, Pulses and miscellaneous Foodstuffs	27.10.2020	3,002,200	3,002,200	-	-	3,002,200
53	WOYAMO COMPANY LTD	Construction of toilet at Maikona Slaughter house	24.05.2024	600,000	-	600,000	-	600,000
54	CAMTO INVESTMENT LTD	Renovation, Guttering and 10,000 Ltrs tank at Maikona Slaughter house	21.05.2024	1,200,000	-	1,200,000	-	1,200,000
55	ELLELO GENERAL SUPPLIERS AND CONTRACTORS LTD	Construction of ECD at Gob Orre-In the	09.05.2024	1,500,000	-	1,500,000	-	1,500,000
56	ILG OPE CONSTRUCTION AND GENERAL SUPPLIERS LTD	Construction of ECD at Sukurio	23.04.2024	1,498,800	-	1,498,800	-	1,498,800

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57	ILG OPE CONSTRUC TION AND GENERAL SUPPLIERS LTD	Construction of ECD at Soito Nanyokuoo	13.05.202 4	1,498,750	-	1,498,750	-	1,498,750
58	BORU SAN ENTERPRIS ES LTD	Construction of ECD class and double pit latrine	13.05.202 4	1,999,956	-	1,999,956	-	1,999,956
59	SIMDO INVESTMEN T LTD	Construction of 1 Classroom at Naiwatorong ECD	24.02.202 4	1,993,814	-	1,993,814	-	1,993,814
60	Blahe Enterprises Ltd	Fencing of Loyangalani Vocational Training Collage	24.02.202 4	1,499,880	-	1,499,880	-	1,499,880
61	ZEHADA ENTERPRIS ES LTD	Construction of one classroom and double pit latrine at Olturot pry ECD	18.03.202 4	2,299,500	-	2,299,500	-	2,299,500
62	ZEHADA ENTERPRIS ES LTD	Construction of one classroom and double pit latrine at Nakuron ECD	12.01.202 4	2,499,005	-	2,499,005	-	2,499,005
63	SHARIZA LTD	Boda boda shade at Odha barrier	23.05.202 4	499,900	-	499,900	-	499,900
64	SAHJ VENTURES LTD	Supply and Delivery of ECD learning materials	16.04.202 4	2,410,000	-	2,410,000	-	2,410,000
65	BIHABO INVESTMEN T LTD	Construction of double pit latrine at Abbo Ecd	15.03.202 4	500,000	-	500,000	-	500,000
66	BODICHA INVESTMEN T LTD	Waye ECD toilet	13.05.202 4	500,000	-	500,000	-	500,000

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67	EL-BESO COMPANY LTD	Construction of Twin Latrine For Daka Bochi ECD	13.05.202 4	599,996	-	599,996	-	599,996
68	SINAFUR COMPANY LTD	Purchase, delivery and instalation of uni-hut at El Burka	25.03.202 4	699,944	-	699,944	-	699,944
69	KOOBI FOR A LTD	Purchase, delivery and instalation of uni-hut at Chororte/Koboo	18.04.202 4	699,828	-	699,828	-	699,828
70	Finfinne enterprises limited	Construction of single pit latrine at Manyatta Crusher ECD	25.03.202 4	500,000	-	500,000	-	500,000
71	KAPEZ INESTMENT LTD	Renovation of ECD class at shegel pry school	25.03.202 4	286,874	-	286,874	-	286,874
72	THAWITI ENTERPRIS ES LTD	Construction and furnishing of a new ECD class at Shegel pry	21.06.202 4	1,748,120	-	1,748,120	-	1,748,120
73	KAPEZ INESTMENT LTD	Equipping of ECD Centres in North Horr Ward	23.04.202 4	497,560	-	497,560	-	497,560
74	KAPEZ INESTMENT LTD	Equipping of ECD Centres in North Horr Ward	10.05.202 4	630,000	-	630,000	-	630,000
75	Blahe Enterprises Ltd	Completion and Equipping of Gatab Dispensary including solar installation, guttering and double pit latrine	16.04.202 4	3,699,878	-	3,699,878	-	3,699,878

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76	Alguman Entreprises Ltd	Installation of new solar panels at Kargi Health Cente	15.03.2024	3,680,448	-	3,680,448	-	3,680,448
77	GUMAXION INVESTMENT LTD	erection and Completion of el-isacko malla dispensary	14.05.2024	2,939,995	-	2,939,995	-	2,939,995
78	ISAUMU HOLDING LTD	Construction of placenta pit		249,052	-	249,052	-	249,052
79	THAWITI ENTERPRISES LTD	Construction of 2 door latrine at segel dispensary	24.05.2024	498,000	-	498,000	-	498,000
80	CAMTO INVESTMENT LTD	Guard House at Kalacha Hospital	19.03.2024	1,200,000	-	1,200,000	-	1,200,000
81	ILG OPE CONSTRUCTION AND GENERAL SUPPLIERS LTD	Construction of Community Hall	02.02.2024	3,000,000	-	3,000,000	-	3,000,000
82	ILG OPE CONSTRUCTION AND GENERAL SUPPLIERS LTD	Construction of Social Hall	03.01.2024	3,000,000	-	3,000,000	-	3,000,000
83	ISAUMU HOLDINGS LTD	Construction of Baraza park at Bubisa stadium	17.05.2024	1,199,982	-	1,199,982	-	1,199,982
84	Husunya Enterprises Ltd	Slab at Longeli river along Lbaarok road	16.04.2024	3,218,445	-	3,218,445	-	3,218,445
85	Husfar Services Ltd	Road from DF to Gada korma		4,897,600	-	4,897,600	-	4,897,600

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86	AMAROLE CIVIL CONT LTD	INTERIM PAYMENT FOR UPGRADING OF MOYALE TOWN ROADS TO BITUMEN STANDARD		18,748,830	-	18,748,830	-	18,748,830	
87	ALAKOYE CONSTRUCTION CO. LTD	Construction of underground tank at Gandile	14.05.2024	1,499,741	-	1,499,741	-	1,499,741	
88	ARRO CO. LTD	Construction of 2 water kiosks at Kalacha	25.05.2024	999,991	-	999,991	-	999,991	
89	BAREDHA CONTRACTORS LTD	Fencing of buragabo borehole	29.03.2024	800,000	-	800,000	-	800,000	
90	DANZEEL GENERAL SUPPLIERS AND CONSTRUCTION LTD	Supply and Delivery of 3 Collapsible 10,000 litres Tanks	05.04.2024	599,400	-	599,400	-	599,400	
		<b>Sub Total</b>		<b>387,332,777</b>	<b>310,939,488</b>	<b>76,393,289</b>	<b>241,584,653</b>	<b>145,748,124</b>	
	<b>Construction of Civil Works</b>								
91	Damme Investment Company Ltd	supply and delivery of branded tents.	19.04.2024	2,262,000	2,262,000	-	2,262,000	-	
92	Waswafi Investment Ltd	Proposed Drilling of bori junction borehole in Butiye	23.05.2024	4,287,660	4,287,660	-	4,287,660	-	

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93	Damme Investment Company Ltd	supply and delivery of branded tents.	19.04.2022	2,610,000	2,610,000	-	2,610,000	-	
94	Modarim Enterprises Ltd	provision for water trucking services	12.10.2022	450,000	450,000	-	450,000	-	
95	Tula Saglan Ltd	provision for water trucking services	12.10.2022	4,620,000	4,620,000	-	4,620,000	-	
96	Dame Logistics solution Ltd	provision for water Trucking services	5/4/2023	2,910,000	2,910,000	-	2,910,000	-	
97	Dame Logistics solution Ltd	provision for water Trucking services	5/4/2023	2,460,000	2,460,000	-	2,460,000	-	
98	EI- Bokoch Contractors Limited	payment for transportation of ECDE Furnitures,teaching and learning materials	6/28/2019	1,400,000	1,400,000	-	1,400,000	-	
99	Malmawaye General Contractors Ltd	Supply and Delivery of branded chairs	4/19/2022	2,755,000	2,755,000	-	2,755,000	-	
100	Bulli Investment Company Limited	Water Trucking Equipement / Services	10/12/2022	2,700,000	2,700,000	-	2,700,000	-	
101	Alchiso Enterprise Limited	Water Trucking Equipement / Services	10/12/2022	3,500,000	3,500,000	-	3,500,000	-	
102	Halgu Investment	Water Trucking Services, Maikona Ward	4/26/2023	2,800,000	2,800,000	-	2,800,000	-	

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103	Talent Medical Services	Supply of dialysis Reagent	2/3/2023	3,000,000	3,000,000	-	3,000,000	-	
104	Gambella Ventures Limited	Purchase of Motorbikes for youth, Butiye Ward	5/29/2023	1,800,000	1,800,000	-	1,800,000	-	
105	Gambella Ventures Limited	Purchase of Plastic Tanks	5/5/2023	1,200,000	1,200,000	-	1,200,000	-	
106	Windward Consulting Limited	Provision of water trucking services, Golbo Ward	6/3/2019	2,400,000	2,400,000	-	2,400,000	-	
107	Adko Kclean	Solid Waste Management	9/23/2022	1,250,282	1,250,282	-	1,250,282	-	
108	Finfinne Enterprises	Provision of water trucking services	10/12/2022	3,800,000	3,800,000	-	3,800,000	-	
109	Talent Medical Services	Supply of dialysis Reagents	6/21/2022	3,000,000	3,000,000	-	3,000,000	-	
110	Romadha Investment	Provision of Water trucking services- Butiye Ward	10/12/2022	2,070,000	2,070,000	-	2,070,000	-	
111	Sike Junior	Water Truking to Dispensaries-Ilret ward		1,499,340	1,499,340	-	1,499,340	-	
112	MultiMax Investment Limited	Supply and delivery of relief food	10/27/2020	17,000,000	17,000,000	-	17,000,000	-	
113	Finfinne Enterprises	Supply and delivery of relief food	10/12/2023	5,400,000	5,400,000	-	5,400,000	-	
114	Roro Supply Company	Purchase of 500ltrs Tanks-Uran Godha	8/30/2023	3,500,000	3,500,000	-	-	3,500,000	
115	Roro Supply Company	Purchase of 500ltrs Tanks-Badanot	8/30/2023	1,500,000	1,500,000	-	-	1,500,000	

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116	Roro Supply Company	Purchase of 500ltrs Tanks-Lataka	8/30/2023	1,939,785	1,939,785	-	-	1,939,785
117	Waswafi Investment Limited	Drilling of Itir Borehole	10/13/2021	4,996,120	4,996,120	-	4,996,120	-
118	Waswafi Investment Ltd	supply and delivery of cereals,Pulses and miscellaneous Foodstuffs	06.04.2023	16,370,000	16,370,000	-	-	16,370,000
119	Berjnic Investment Ltd	supply and Delivery of Cereals	08.05.2023	10,001,600	10,001,600	-	-	10,001,600
120	Dreamzone Company Ltd	supply and delivery of food stuffs	08.02.2023	2,251,900	2,251,900	-	-	2,251,900
121	HALGU ENTERPRIS ES LTD	Bush clearing, ploughing and seeding of 80 Acre land	06.02.2024	1,700,000	-	1,700,000	-	1,700,000
122	Amballo Tyres	Repair of Korr Ambulance	16.02.2024	497,756	-	497,756	-	497,756
123	BODICHA INVESTMEN TS LTD	Expansion of Waye-gotu-mata saden road	30.12.2023	2,088,000	-	2,088,000	-	2,088,000
124	MAFIDKI INVESTSME NT LTD	Purchase and installation of solar panels and water presure pumps at Plastic water tank in Sericho Water fetching point and spot repair of broken piping system from water storage point to	08.04.2024	4,496,500	-	4,496,500	-	4,496,500

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		Serichoi ECD/Pry sch							
125	Giro Dynamics	Extension of water pipe for Qalaliwe, Chirach and Funan Nyatta	22.03.2024	999,980	-	999,980	-	999,980	
126	QAWA INVESTMENT LTD	Genset, water pump for Mansile new borehole and Genset for Kinisa Borehole	22.05.2024	3,999,020	-	3,999,020	-	3,999,020	
127	Biliqo Investment Ltd	Repair of Anona Pan embarkment	22.05.2024	1,699,075	-	1,699,075	-	1,699,075	
128	GOJABO COMPANY LTD	Additional funding for Anona pan inlet desilting	08.04.2024	399,900	-	399,900	-	399,900	
129	Guddin limited	2 Ramole borehole spare parts, repair, maintenance and fuel	23.04.2024	998,050	-	998,050	-	998,050	
130	QARSA ENTERPRISES LTD	Installation of new solar panels	23.04.2024	1,996,224	-	1,996,224	-	1,996,224	
131	HALGU ENTERPRISES LTD	Piping of water from Kutur borehole to Tisa Dansa Farm	22.03.2024	1,773,025	-	1,773,025	-	1,773,025	
132	HALGU ENTERPRISES LTD	Piping of water from Kutur borehole to Kutur Community Farm	05.04.2024	1,788,407	-	1,788,407	-	1,788,407	

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133	SINAFUR COMPANY LTD	Repair of Gas reverse osmosis machine	06.06.202 4	598,560	-	598,560	-	598,560	
134	TANDIE ENTERPRIS ES LTD	Flood mitigation programme in Sololo Town	25.04.202 4	28,912,508	-	28,912,508	-	28,912,508	
135	Bires Contractors Ltd	Rehabilitation of Laisamis Water Supply	05.04.202 4	4,999,000	-	4,999,000	-	4,999,000	
136	ZICHO GENERAL CONTRACT ORS	Tree Planting in Karare during Tree Planting Day	25.04.202 4	1,994,790	-	1,994,790	-	1,994,790	
		<b>Sub Total</b>		<b>174,674,482</b>	<b>115,733,687</b>	<b>58,940,795</b>	<b>80,170,402</b>	<b>94,504,080</b>	
	<b>Supply of Goods</b>								
137	Iladu Enterprise	Supply and delivery of relief		5,600,000	5,600,000	-		5,600,000	
138	Awaib Enterprises Limited	Supply and delivery of relief food	4/6/2023	2,500,000	2,500,000	-	2,500,000	-	
139	Al Haleem (K) Limited	Supply and delivery of relief food	10/27/202 0	18,280,000	18,280,000	-	18,280,000	-	
140	Dasanach Company Limited	Supply and delivery of relief food		20,002,200	20,002,200	-	20,002,200	-	
141	Kobe Company and Water Services	Supply and delivery of relief food	10/27/202 0	19,900,000	19,900,000	-	19,900,000	-	
142	Blue Tick Solution	Supply and delivery of relief food	10/27/202 0	3,802,500	3,802,500	-	3,802,500	-	
143	Qoorti General Contractors	supply and delivery of cereals,Pulses	27.03.202 3	17,750,000	17,750,000	-	-	17,750,000	

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		and miscellaneous Foodstuffs							
144	Gadha Investment Ltd	supply and delivery of cereals,Pulses and miscellaneous Foodstuffs	28.09.2021	14,820,000	14,820,000	-	-	14,820,000	
145	Tullus Agencies	Supply and Delivery of relief Food	30.03.2023	10,003,400	10,003,400	-	-	10,003,400	
146	Darara Investment	Supply and Delivery of relief Food	05.06.2020	866,000	866,000	-	-	866,000	
147	A and G general Contractors Ltd	supply and delivery of cereals,pulses and Miscellaneous Food stuffs	31.01.2023	16,851,600	16,851,600	-	-	16,851,600	
148	sowle Trading Company Ltd	supply and delivery of cereals	12.01.2023	37,800,000		37,800,000	-	37,800,000	
149	Hopebizz Investment Ltd	supply and delivery of cereals,pulses and Miscellaneous Food stuffs	21.03.2023	17,340,000	17,340,000	-	-	17,340,000	
150	Kobe Construction and water services Ltd	supply and delivery of relief food comodities	23.06.2022	34,002,500	-	34,002,500	-	34,002,500	
151	Dreamzone Company Ltd	Second payment for supply and delivery of cereals	19.03.2023	49,560,000	-	49,560,000	-	49,560,000	
152	Kasemu Tech Ltd	Supply and Delivery of relief Food	27.02.2023	16,086,000	16,086,000	-	-	16,086,000	
153	Tullus Senior Investment	supply and Delivery of Cereals	21.03.2023	5,000,000	5,000,000	-	-	5,000,000	

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154	Ilaadu Enterprises LTD	supply and Delivery of Cereals	12.05.2023	20,006,090	-	20,006,090	-	20,006,090
155	Dreamzone Company Ltd	Second payment for supply and delivery of cereals	19.03.2023	17,292,448	17,292,448	-	-	17,292,448
156	KOYA ENTERPRIS ES LTD	Youth tournament- April, August and December(Purchase of Sport kits for different teams and for different games and other necessary sport items)	13.05.2024	1,489,000	-	1,489,000	-	1,489,000
157	Pekstrad	Purchase of 16 motor bikes for youth empowerment for Lomadan, Aibete, Nangolei and Ilgele Clusters	13.05.2024	2,498,015	-	2,498,015	-	2,498,015
158	THAWITI ENTERPRIS ES LTD	Fencing of Ecd compound	23.04.2024	999,978	-	999,978	-	999,978
159	KOYA ENTERPRIS ES LTD	Tailoring machines, salon equipment and plumbing tools	18.10.2023	985,000	-	985,000	-	985,000
160	EIDU EDUCATIO N LTD	Supply and Delivery of KICD Approved Digital Curriculum	30.05.2024	1,480,000	-	1,480,000	-	1,480,000
161	BASLUM AUTOPART LTD	Supply and Delivery of Sport equipment		991,000	-	991,000	-	991,000

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162	ORMAIHID O INVESTMEN T LTD	Monitoring of CSB Ujimix for ECD learners	14.05.202 4	2,000,000	-	2,000,000	-	2,000,000
163	SAKU VCT	PURCHASE OF LAND	30.06.202 4	7,000,000	-	7,000,000	-	7,000,000
164	DERIBRA LTD	Construction of public toilets	30.06.202 4	994,282	-	994,282	-	994,282
165	QILTIPE ENTERPRIS ES LTD	Power Genset 330KVA at Laisamis Hospital	18.12.202 3	8,000,000	-	8,000,000	-	8,000,000
166	Wakini Supply Chain	Twin door Latrine at Arge dispensary	07.05.202 4	500,000	-	500,000	-	500,000
167	WOYAMO Company Ltd	Toilet at Toricha Dispensary	21.05.202 4	599,560	-	599,560	-	599,560
168	BARTUN LTD	Solar Battery for Toricha Dispensary	24.05.202 4	289,420	-	289,420	-	289,420
169	KAPEZ INVESTMEN T LTD	Renovation of Olom Dispensary and guttering	19.04.202 4	1,194,600	-	1,194,600	-	1,194,600
170	BARTUN LTD	Solar for Maikona Dispensary	19.04.202 4	1,000,000	-	1,000,000	-	1,000,000
171	EL-BESO COMPANY LTD	supply of refrigerator for qórqa and elbeso dispensary	14.05.202 4	998,800	-	998,800	-	998,800
172	ISAUMU HOLDING LTD	Purchase of solar battery	09.04.202 4	249,957	-	249,957	-	249,957
173	JOHN JARSO GODANA	Purchase of land for Dispensary	05.04.202 4	3,000,000	-	3,000,000	-	3,000,000
174	DIRUDA INVESTMEN T	Incinerator at Jirime Dispensary	24.05.202 4	300,000	-	300,000	-	300,000

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	COMPANY LTD								
175	DRILBIT AFRICA LTD	Gents pit latrine at KMTC	16.04.2024	2,999,200	-	2,999,200	-	2,999,200	
176	DRILBIT AFRICA LTD	Ladies pit latrine at KMTC	09.02.2024	2,980,000	-	2,980,000	-	2,980,000	
177	MACHESA GENERAL CONTRACTORS	Refurbishment of Dispensary at Uran Godha	24.05.2024	1,799,044	-	1,799,044	-	1,799,044	
178	BARTUN LTD	Solar, Battery and Charge Controll replacemtn at Kalacha Hospital	19.03.2024	1,777,120	-	1,777,120	-	1,777,120	
179	ABNAD INVESTMENT LTD	Purchase of tents and chairs for women group	19.03.2024	1,000,000	-	1,000,000	-	1,000,000	
180	ISAUMU HOLDINGS LTD	Tents for Yaa Galbo and Yaa Odhola women group and plastic chairs	27.03.2024	898,935	-	898,935	-	898,935	
181	RAJAB CONSTRUCTION ENTERPRISES LTD	Fencing of sessi old graveyard(sharif)		998,760	-	998,760	-	998,760	
		<b>Sub Total</b>		<b>374,485,409</b>	<b>186,094,148</b>	<b>188,391,261</b>	<b>64,484,700</b>	<b>310,000,709</b>	
	<b>Supply of Services</b>								
182	Linmas Solution Ltd	provison for Consultancy Services for SDGs	27.03.2023	3,000,000	3,000,000	-	3,000,000	-	

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		training and SNR report							
183	Abner ltd	provision for consultancy services to format and print CIDP	3/27/2023	2,000,000	2,000,000	-	2,000,000	-	
184	Centric Africa Ltd	provision for consultancy services to develop CIDP	3/27/2023	2,900,000	2,900,000	-	2,900,000	-	
185	Centric Africa Ltd	provision for consultancy services to develop CIDP	3/27/2023	3,000,000	3,000,000	-	3,000,000	-	
186	Modis abd Bros Ltd	supply of tyres for water bowsers during drought Mitigation	2/10/2023	1,000,000	1,000,000	-	1,000,000	-	
187	Hopebizz Investment ltd	repair and Servicing of water bowser	6/21/2023	3,200,000	3,200,000	-	3,200,000	-	
188	Bires Contractors Limited	Water Bowser Maintenance	5/31/2023	2,200,000	2,200,000	-	2,200,000	-	
189	Opexcel International limited	Review and Updating of standard financial operating procedure		1,928,645	1,928,645	-	-	1,928,645	
190	ALAFATAH COMPANY LTD	Development of Child Intergrated Policy and SGBV Policy(FGM Action Plan	18.04.2024	2,000,000	-	2,000,000	-	2,000,000	
191	JIMMA SERVICES	Solid Waste Management for Moyale zone C (Jan to June 2024)	18.03.2024	1,335,450	-	1,335,450	-	1,335,450	

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192	ORMAIHID O INVESTMEN T LTD	Solid Waste Management for loglogo (Jan to June 2024)	30.12.202 3	1,200,000	-	1,200,000	-	1,200,000	
193	MORNING STAR		30.12.202 3	1,200,000	-	1,200,000	-	1,200,000	
194	Jajaba Investment	Solid Waste Management for Solol (Jan to June 2024)	30.12.202 3	1,200,000	-	1,200,000	-	1,200,000	
195	Hamdin Investment	Refurbishment of Office for County Public Service	25.05.202 4	750,000	-	750,000	-	750,000	
		<b>Sub Total</b>		<b>26,914,095</b>	<b>19,228,645</b>	<b>7,685,450</b>	<b>17,300,000</b>	<b>9,614,095</b>	
		<b>Grand Total</b>		<b>963,406,762</b>	<b>631,995,968</b>	<b>331,410,794</b>	<b>403,539,755</b>	<b>559,867,007</b>	

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Annex 3 – Analysis Of Pending Staff Payables

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
			a	b	c=a-b		
Senior Management							
1.							
2.							
Sub-Total							
Middle Management							
3.							
4.							
Sub-Total							
Unionisable Employees							
5.							
6.							
Sub-Total							
Others (specify)							
7.							
8.							
Sub-Total							
Grand Total							

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**Annex 4 – Analysis Of Other Pending Payables**

	Other Transactions Description	Date	Original Amount	Paid Date	Outstanding Balance 2024	Outstanding Balance 2023	Comments
			a	b	c=a-b		
<b>Amounts Due To National Govt Entities</b>							
1.							
2.							
<b>Sub-Total</b>							
<b>Amounts Due To County Govt Entities</b>							
3.							
4.							
<b>Sub-Total</b>							
<b>Amounts Due To Third Parties</b>							
5.							
<b>Sub-Total</b>							
<b>Others (Specify)</b>							
6.	Marsabit County Executive June 2024 Salary and Casual Wages	June 2024 Salary and Casual wages	NA				Salary payments delayed due to non-receipts of June 2024 equitable share
<b>Sub-Total</b>							
<b>Grand Total</b>							

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Annex 5 – Analysis Of imprests and Advances

(a) Government Imprest

Account Officer Or Division	Date Imprest Issued	Amount Taken Kshs	Amount Surrendered Kshs	Balance as at (insert current FY) Kshs
		-	-	-
		-	-	-
		-	-	-
		-	-	-
<b>Total</b>		-	-	-

(b) Salary Advance

Account Officer Or Division	Date Salary Advance Issued Kshs	Amount Received Kshs	Balance as at (insert current FY) Kshs
		-	-
		-	-
		-	-
		-	-
<b>Total</b>		-	-

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Annex 6 – Summary of Non-Current Asset Register

	Historical Cost at (Kshs) Previous Year 2022-2023	Acquisitions during the year 2023- 2024 (Kshs)	Disposals during the year 2023- 2024 (Kshs)	Transfers (Out) during the year 2023- 2024 (Kshs)	Historical Cost at (Kshs) 2024-2025
Land					
Buildings and Structures	1,026,467,956	182,495,633			1,208,963,589
Transport Equipment	6,600,000	999,980			7,599,980
Office Equipment, Furniture and Fittings	13,907,842	3,289,335			17,197,177
ICT Equipment	14,500,000	1,200,000			15,700,000
Machinery and Equipment	86,090,220	23,818,012			109,908,232
Heritage and Cultural Assets	-				0
Biological Assets	-				0
Intangible Assets	-				0
Infrastructure Assets- Roads, Rails	1,004,202,086	619,582,547			1,623,784,633
Work in Progress	-				0
<b>Total</b>	<b>2,151,768,104</b>	<b>831,385,507</b>	<b>0</b>	<b>0</b>	<b>2,983,153,611</b>

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Executive. Additions during the year should tie to note 9 on acquisition of assets during the year. Ensure a complete fixed asset register is separately prepared in line with guidelines from The National Treasury.

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Annex 7 – Inter-Entity Transfers


Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Cumulative amount transferred, Kshs	Amount Confirmed as received, Kshs	difference	explanation
1.	Marsabit County Executive Emergency Fund		25,000,000	25,000,000		50,000,000	50,000,000		
2.	Marsabit County Executive Mortgage Scheme Fund		-	-	-	-	-		
3.	Marsabit County Executive Scholarship Fund		150,000,000	50,000,000		200,000,000	200,000,000		
4.	Agriculture Sector Development Support Project II			5,500,000	4,755,395	10,255,395	10,255,395		
5.	Kenya Climate Smart Agriculture Project					-	-		
6.	Emergency Locust Response Project				194,495,020	194,495,020	194,495,020		
7.	Drought Resilience Programme in Northern Kenya (DRPNK)				15,000,000	15,000,000	15,000,000		
8.	World/Danida account				21,787,875	21,787,875	21,787,875		
9.	Primary Health Care				9,630,000	9,630,000	9,630,000		
10.	County Aggregated and Industrial Park				60,000,000	60,000,000	60,000,000		
11.	Kenya Road Maintenance Fuel Levy Account				30,161,903	30,161,903	30,161,903		
12.	Kenya Livestock Commercialization Project				34,185,598	34,185,598	34,185,598		

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Ref		Quarter 1	Quarter 2	Quarter 3	Quarter 4	Cumulative amount transferred Kshs	Amount Confirmed as received Kshs	difference	explanation
13.	Financing Locally Led-Climate Action Programme			11,000,000	137,509,000	148,509,000	148,509,000		
14.	Marsabit Water and Sewerage Company Limited		12,000,000		6,000,000	18,000,000	18,000,000		
15.	Marsabit Municipality								
	<b>Total</b>	-	<b>187,000,000</b>	<b>91,500,000</b>	<b>513,524,791</b>	<b>792,024,791</b>	<b>792,024,791</b>		

 25/10/2024

Director of Finance  
 County Executive



Director of Finance  
 Fund/project/board/water company/hospital

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

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**Annex 8 – Contingent Liabilities Register**

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

**Note;**

The County has no pending legal cases whose outcome can occasion unbudgeted need for funds to compensate aggrieved parties of legal practitioners.

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**Annex: 9 Reporting of Climate Relevant Expenditures**

Project Name	Project Description	Project Objectives	Project Activities	Expenditures				Source of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
Climate Action activities	Financing Locally Led-Climate Action Programme	Mitigate effects of harsh environment.			11,000,000	137,509,000	Climate action Donor Funds	Water, Environment & Natural Resources	

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Annex 10 Reporting on Disaster Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments
Coordination Services	Administration services	Excess rains in April and May	Mitigation of flood related hazards	Grants for Management of Natural Disasters	57,031,850	Programme implemented as required
Emergency Relief	Administration services	Persistent drought in some areas	Drought and other disaster related mitigation preparedness	Emergency Fund	50,000,000	Programme implemented as required
County Executive Services	County Executive Services	Drought Mitigation Services	Drought and other disaster related mitigation preparedness	Drought Mitigation	425,000,000	Programme implemented as required

