

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

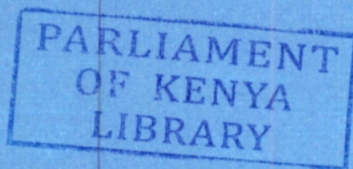
## REPORT

PAPERS LAID	
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CLERK AT THE TABLE	Angela

OF

**THE AUDITOR-GENERAL**

ON



**COUNTY EXECUTIVE OF NAROK**

**FOR THE YEAR ENDED  
30 JUNE, 2023**



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**COUNTY GOVERNMENT OF NAROK**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30<sup>th</sup>, 2023**

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



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## 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	Management of County Financial Resources including but not limited to Treasury Management, Revenue Management, Audit and Compliance, Economic Planning and Procurement
2.	Agriculture and Livestock and Fisheries	Overseeing County Crop and Animal production Agriculture, animal husbandry and Fish farming
3.	Public Health and Sanitation	Ensure Universal access to quality health services consisting of promotive, preventive, curative, and rehabilitative service to all people of the County.
4.	Land, Housing and Urban Development	County planning development including land survey mapping boundaries, fencing, and urban development
5.	Education, Sports, Culture and Social Services	Promotion and exploitation of the County's diverse culture, Early Childhood Development (ECD) education youth polytechnics, nurturing sports and preserving the culture.
6.	Public Service Management and Labour	Leadership and policy direction in resource mobilization, disaster management, and accountability for quality public service delivery.
7.	Information Communication and Technology (ICT) and E-Government	Provides and support ICT Infrastructure, Digitization, and network connectivity.
8.	Trade, Cooperative development, Tourism and Wildlife.	Enhances and expand trade and industrialisation in the county by coming up with strategies and policies that promote cordial partnerships with various stakeholders. Promoting both the local and international tourism by promoting Mara Ecosystem as a filming destination, reducing poaching, and promotion cultural tourism and women empowerment through the Ushanga Initiative.
9	Resources Water, Energy, Forestry, Environment and Natural	Conservation and protection of national resources within Narok County.
10	Public Works, Roads and Transport	Development, maintenance and provision of efficient transport infrastructure and services.

**b) Key Management team**

The County executive day to day management is under the following key organs:

- **Office of the Governor**

<b>NO.</b>	<b>Designation</b>	<b>Name</b>
1	Governor	H.E Patrick Ole Ntutu
2	Deputy Governor	H.E Tamalinye Koech

- **County Government of Narok Departments**

<b>No.</b>	<b>Departments</b>
1	Finance and Economic Planning
2	Agriculture and Livestock and Fisheries
3	Public Health and Sanitation
4	Land, Housing and Urban Planning
5	Education, Sports, Culture and Social Services
6	Administration, Coordination of Decentralized Services, Disaster Management
7	Information Technology and E-Government
8	Trade, Cooperative development Tourism and Wildlife
9	Resources Water, Energy, Forestry, Environment and Natural
10	Public Works, Roads and Transport

- **County government of Narok Board/Agencies**

- a. Narok County Public Service Board
- b. Municipal Board
- c. Education Board
- d. Bursary Board
- e. Maasai Mara Community Fund Board
- f. Narok Water & Sewerage Company Ltd (NARWASSCO)

**c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	CECM Finance and Economic Planning	Mr. David Muntet
2.	Accounting Officer- Finance and Economic Planning Department	CPA. Peter N. Naingisa
3.	Accounting Officer- Roads, Transport and Public Works Department	Mr. Kibet Rop Weldon
4.	Accounting Officer-Education, Sports, Youth, Culture and Social services Department	Mr. Simon Peter Kuraru
5.	Accounting Officer-Environment, water and natural resources Department	Mr. William Tumanka Olooligero
6.	CEO- County Public service Board	Ms. Zipporah Sintoyia Gad
7.	Accounting Officer-Agriculture, Livestock and Fisheries Department	Mr. Livingstone Chepukel
8.	Accounting Officer-Health and Sanitation Department	Mrs. Jane Cheptarus Kiok
9.	Accounting Officer-Lands, Physical Planning and Urban Development Department	Mr. David Naisho
10.	Accounting Officer- Tourism and Wildlife Department	Mr. Samuel Leposo Ndorko
11.	Accounting Officer-Public Service Management and Coordination of Decentralised functions Department	Mr. Paul Ninah Karbuali
12.	Accounting Officer- ICT & E-Government Department	Mrs. Martha Nadupoi
13.	Trade and Industrialization	Francis Kudate

**d) Fiduciary Oversight Arrangements**

**1. County Assembly of Narok.**

The Narok County assembly offers overall oversight of all the fiduciary functions of the County Government of Narok. The County assembly is mandated to represent the public, prepare, and pass legislations that are to ensure that there is satisfactory service delivery by the county executive and its

entities. Further the Narok County Assembly provides oversight ensure that the county executive and its entities comply with the law and regulations in all its financial and non-financial operations.

## **2. Audit Committee;**

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

## **2. Development partner oversight activities**

The development partners are instrumental in providing funding and technical assistance to support development projects within the county. They require that the county has rigorous financial management and accounting procedures to ensure that funds are being used in a transparent and accountable manner. In addition, they conduct regular monitoring and evaluation activities to assess the progress of development projects within the County and ensure that they are meeting their intended objectives. This may involve site visits, data analysis, and stakeholder consultations.

## **4. Budget and Appropriations Committee.**

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

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

The Senate County Public Accounts and Investment committee discusses the Audit findings and gives a report and recommendations thereof. This ensures that County funds and resources are managed responsibly and transparently and thereby promote good governance and accountability at the county level.

## **6. Controller of Budget**

The Office of Controller of Budget of Kenya is an Independent Office established under Article 228 of The Constitution of Kenya with the core mandate being to oversee implementation of the budgets of the National and County Governments by authorising withdrawal from public funds. Also, he ensures that the fund is utilised in accordance with the law. The controlling function involves authorising withdrawals from public funds. Before authorising any withdrawal from public funds, the Controller of Budget must first be satisfied that the said withdrawal is authorised by law, as per Article 228 (5) of the Constitution.

## 7. Office of the Auditor General

Office of the Auditor General (OAG) is critical to ensuring that county's public resources are managed in a responsible and accountable manner. By providing independent and objective audits of public accounts, the OAG helps to promote good governance, transparency, and accountability in the management of public resources. This includes, auditing and reporting on the audit findings by providing an opinion as to whether the audited Financial statements of the County presents a true and fair view in accordance with the applicable financial reporting framework

### e) County Executive Headquarters

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

### f) County Executive Contacts

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

### g) County Executive Bankers

i) Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya

#### ii) Kenya Commercial Bank

Narok Branch,  
P.O. Box 406 - 20500  
Narok, Kenya

iii) Cooperative Bank of Kenya,

Narok Branch,

P.O Box 632 – 20500

Narok, Kenya

NAIROBI, KENYA

**Other Commercial Banks**

iv) NCBA

Narok Branch,

Narok

v) SBM

Narok Branch

vi) Family Bank,

Narok Branch

vii) Trans national Bank

Narok Branch

viii) National Bank of Kenya

Narok Branch

**h) Independent Auditor**

Auditor-General

Office of The Auditor General

Anniversary Towers, University Way

P.O. Box 3008 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) County Attorney**

Narok County Attorney

P.O. Box 898 - 20500

Narok County Building/House/Plaza

Narok-Nakuru Road

Narok


### 3. Governance Statement

The County Government of Narok 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 six 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

##### (a). Cabinet/County Executive Governance Structure

	<p><b><u>H.E. Patrick Keturet Ole Ntutu, EGH, – Governor</u></b></p> <p>H.E. Patrick Keturet Ole Ntutu, EGH was elected the second Governor of Narok County on 9th August 2022 and assumed office on 25<sup>th</sup> of August 2022. The governor was elected on an agenda of uplifting the living standards of the Narok County residents, improving the county roads, boosting agricultural output, improving the health sector, and uplifting the people of Narok County from poverty. It is on these key pillars that the government of H.E. Patrick Ntutu has been focussing on since his assumption to office.</p> <p>Prior to his election as the Governor, Mr. Ntutu was the Chief Administrative Secretary Ministry of Interior and Coordination of National Government.</p> <p>Governor Ntutu holds a Master’s degree in Business Administration-Finance and a bachelor’s in business administration from Roosevelt University at Chicago Illinois in USA.</p>
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**H.E. Kiprono K. Tamalinye – Deputy Governor**

H.E. Kiprono K. Tamalinye was elected as the second Deputy Governor of Narok County on 9<sup>th</sup> August 2022. He holds a bachelor’s degree in commerce finance option from Jomo Kenyatta University of Agriculture and Technology.

The Deputy Governor is passionate about Youth empowerment, and he is keen on enhancing such programs throughout the County.



**Mr. David Parsalunye Muntet- CECM, Finance and Economic Planning**

Mr. David Muntet was appointed as the CECM Finance and Economic Planning on 28<sup>th</sup> October 2022. Prior to his appointment he served in various positions such as Director Revenue in Kajiado County, Treasurer former Transmara County Council, former Narok County Council, Chief Licencing Officer Nairobi City, Internal Auditor Narok County Council among others. Mr. Muntet Holds a master’s degree in strategic management from Moi University, Degree in Accounting from Jabarpur University and a Higher Diploma in Sustainable Management from Israel.



**Mr. Anthony Senchura Namunkuk - CECM, Health and Sanitation**

Mr. Anthony Senchura Namunguk was appointed as the CECM, Health and Sanitation Services on 28<sup>th</sup> October 2022. Prior to his appointment he served for a 5-year period at Narok county referral hospital as a public health officer in charge of health sanitation.

Mr Antony is a graduate of Moi university with a BSc. Environment health science degree.

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

Ms Vivian was appointed the CECM Lands and Housing on 28<sup>th</sup> October 2022. She previously served as the CECM in the same docket and earlier as CECM Health and Medical services as from February 2015. Ms Vivian graduated from the University of Nairobi in 2011 with a Bachelor of Arts with a double major in Geography and Tourism. Until her appointment as a CECM, she served as the Reservation manager in the hotel industry.



**Mrs. Robert Simotwo K. Rotich - CECM, Education, Sports, Culture and Social Services**

Mrs. Robert Simotwo K. Rotich was appointed CECM Education, Sports, Culture and Social Services on 28<sup>th</sup> October 2022. Prior to his appointment, Mr. Rotich served as a high school teacher. He also served as the chairperson KNUT Narok branch.

He holds a bachelor's degree in education from University of Nairobi, a diploma in education management from Kenya education management institute.



**Mrs. Josphine Chepngetich Ngeno - CECM, Administration, Coordination of Decentralized Services, Disaster Management**

Mrs. Josphine Chepngetich Ngeno was appointed as the CECM Administration, Coordination of Decentralized Services, Disaster Management on 28<sup>th</sup> October 2022. Prior to her appointment, Mrs Ngeno was working in the County government of Narok as a Senior Clinical officer at the department of health.

She holds a bachelor's degree in public health and diploma in Clinical Medicine. She is also a registered clinical officer.



**Mrs Joyce T. Keshe - CECM, Agriculture, Livestock and Fisheries**

Mrs Joyce T. Keshe was appointed CECM for Agriculture Livestock and Fisheries on 28<sup>th</sup> October 2022.

Joyce Keshe was working with the State Bank of Mauritius until the date of her appointment as CEC.

She holds a degree in business Management-Finance and Banking option. She's also a certified public accountant.



**Mr. Linus Yiamboi Nairumo-CECM  
Information Technology and E-Government**

Mr. Linus Nairumo was appointed CECM, Information Technology and E-government on 28<sup>th</sup> October 2022. Prior to his appointment, Mr. Nairimo was a Chief officer at the county in charge of Public Service Management and Administration.



**Mr. Johnson Saruni Sipitiek –CECM Trade,  
Cooperative development, Tourism and Wildlife.**

Mr. Johnson Saruni Sipitiek was appointed CECM, Trade, Cooperative development, Tourism and Wildlife on 28<sup>th</sup> October 2022. Prior to his appointment, Mr. Sipitiek worked with a non-governmental organization named Africa Conservation Centre. He has vast knowledge in environmental programs and activities. Mr. Sipitiek holds a Master's degree in Environmental studies specializing in community development. Earlier in his career, he taught as high school teacher.

**Mr. Rotich Kiplagat Johana -CECM Resources Water, Energy, Forestry, Environment and Natural**

Mr. Rotich Kiplagat Johana was appointed CECM for Water, Energy, Forestry, Environment and Natural on 28<sup>th</sup> October 2022.

Mr. Rotich holds a bachelor's degree in education majoring in arts.

Prior to his appointment, Mr. Rotich was a high school teacher.



**Mr. John Gatua - CECM, Public Works, Roads and Transport**

Mr. John Gatua was appointed CECM of the Department of Public Works, Roads and Transport on 28<sup>th</sup> October 2022.

Mr. Gatua holds a bachelor of Arts degree in education. Prior to his appointment Mr. Gatua worked as a teacher.





**John Mayiani Ole Tuya -County Secretary Narok County Government.**

Mr Mayiani Ole Tuya was appointed as the County Secretary on 24<sup>th</sup> April 2023.

Prior to his appointment he served as the Clerk of the Narok County Assembly and Principal Legal Counsel of Narok County Assembly. He holds a Master of Law (LLM) degree in Constitutional and Administrative law from the University of Cape Town, a Bachelor of Law (LLB) degree from Moi University and he is an advocate of the High Court of Kenya and a Certified Professional Mediator.



**Francis W. Wanyeki -Chief of Staff Narok County Government**

Mr. Francis Wanyeki is currently serving as a Chief of Staff

Prior to his appointment he worked in the Ministry of Labour for the last 15 years in various capacities, his last posting was Technical Advisor to the Cabinet Secretary for Labour. He also served as a System Administrator for the Kenya Labour Market Information System.

He holds a master's degree in business administration, Strategic Management option, a bachelor's degree in arts majoring Public Administration, Economics and Literature and is a trained Productivity Practitioner and a Certified Mediator.

The County Government is keen to ensure that it gets a broader view on its development activities and hence is committed to ensure that its stakeholders views are taken into account. For an instance, the County Government of Narok has been seeking the views and perspectives of the locals on which projects to prioritized within their locality. For this reason, the Narok County executive carries out public participation exercises every time there are major decisions to be made such as the annual budget, county fiscal strategy papers, legislations among many other governance policies.

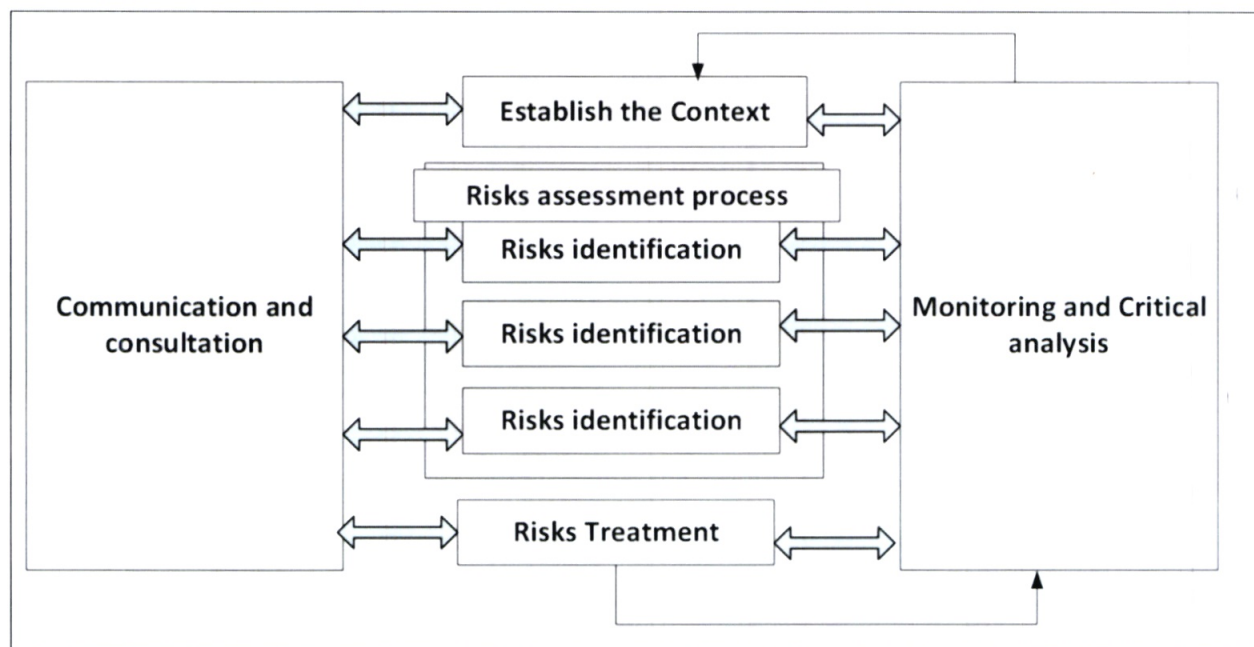
The County Government is committed to ensure that it is a Corruption Free environment and thus it has put measures like having suggestion box within its vicinity whereby members of the public can report malpractice and other forms of vices that are not in conformity with the already established and laid down code of conduct.

### **Risk management**

The are effective arrangements for risk management and internal controls laid down by the County government of Narok. For example, the section of Internal Audit and Controls is mandated to have a risk profile matrix of the county and propose mitigation measures against those risks. This in turn, ensures the County Government is conscious of the risks it faces and makes informed decisions in managing the risks and identifies and harnesses potential opportunities. The County has adopted the generic approach to risk identification, i.e PESTLE model, whereby it identifies Political, Economic, Social, Technological, Legal and Environmental risks.

#### **Formal processes to identify and assess risk.**

Narok County Governments Risk is based on assessing hazards and Intervening factors that can hinder the achievement of the set objectives. Below is a diagram to show the risk process.



The County Government of Narok is committed to continuously enhance wide range of risk management by ensuring there is a risk management system at both strategic and operational levels by

- i. Recording and reporting of risks -Department heads shall report departmental risks which will be subjected to a quality review process approach across all department and presented to the CECM.
- ii. Visible focus on emerging risk and certainty
- iii. Identifying mitigation measures that would best assure the cost-effective attainment of county government objective under unfavourable circumstances.
- iv. By quantifying and qualifying the consequence level should risk occur.

**Audit Committee;**

The County Government has in place an Audit Committee with three members. The Committee's role is to ensure that risk management is implemented in the County Government as per Regulations 168 (a), and (b) of the Public Finance Management Regulations, 2015 by:

- (a) Supporting the Accounting Officers with regard to their responsibilities for issues of risk, control and governance and associated assurance provided that the responsibility over the management of risk, control and governance processes remains with the management.
- (b) Following up on the implementation of the recommendations of internal and external auditors.

The Audit Committee also ensures that risk management is implemented in the County Government as per Guidelines 3.1 (d) (iii) and (iv), 3.2 (a) and (b), (i), 3.3.4 (a), (b) and (c) of the

Audit Committee Guidelines for County Governments (Kenya Gazette Notice No. 2690 of 15<sup>th</sup> April 2016).

There is also in place, an Internal Audit Charter

The Audit Committee plays a key role with respect to the integrity of the County Government's financial information, its system of governance, risk and internal controls and the legal and ethical conduct of management and County public servants.

Depending upon circumstances affecting the County Government, the function undertaken by the Audit Committee shall generally encompass on evaluating whether processes are in place to address key roles and responsibilities in relation to risk management.

a) Compliance

The County Government relies heavily on the 2010 Constitution of Kenya and County Government Act on laws and regulations that govern it. The Narok County Government operates under the Constitution of Kenya 2010, The County Government Act 2012, The Public Finance Management Act, 2012 and the Public Finance Management Regulations (County Government) 2015.

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

It is my pleasure to present the County Government of Narok financial statements for the year ended 30<sup>th</sup> June 2023. The financial statements present the financial performance of the County Government over the past one year, a statement of Assets and Liabilities as well as the statement of cash flows.

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

Functions of the County Government is enshrined in the second part of the fourth schedule of the constitution. The functions of the county Government of Narok include:-

##### **Devolved Services-**

We oversee the provision of critical services such as healthcare, education, water supply, and sanitation at the county level, ensuring that our residents have access to quality services that directly impact their daily lives.

**Infrastructure Development-**We are committed to the development and maintenance of county infrastructure, including roads, bridges, and public facilities, to facilitate economic growth and improve the overall quality of life for our citizens. In FY 2022/23, the county Government of Narok Carried out activities to enhance road network, including opening of roads, grading and gravelling, drains formation, construction of bridges and culvert installation.

**Public Finance Management-** Responsible financial management is a cornerstone of the roles of the County Government. The County Treasury prepares and implement budgets, annual development plans, County Fiscal strategy paper as well as the County Budget Review and Outlook Paper. The County Treasury is responsible for administration and management of revenue and ensure transparency and accountability in financial transactions.

**Agriculture and Livestock-**Narok County depends greatly on agriculture and livestock farming as economic activities. Supporting agriculture and livestock activities is essential for our county's economic growth. In fy 2022/23, the county government provided vaccines against livestock diseases like PPR and pneumonia. We also provided support for poultry farmers through the National Agricultural and Rural Inclusive Growth Project (NARIGP). We work to enhance food security, promote agribusiness, and improve agricultural practices by formulation of proper policies and implementing them thereof.

**Healthcare-** The County Government of Narok is dedicated to the provision of accessible and affordable healthcare services, including the construction and maintenance of healthcare facilities, and the recruitment and training of healthcare professionals. Further, the Government endeavoured to equip the hospitals with medicine and non-pharmaceuticals throughout the year.

**Education and Training-**We promote education by establishing and maintaining early Childhood Educational centres. The Government also granted scholarships and bursaries to the needy and less privileged students. and implementing policies that enhance access to quality education for our youth.

**Environmental Conservation-**Protecting our natural resources is vital. We enforce environmental laws and promote sustainable environmental management practices within our county. In the wake of emerging global warming, the county Government of Narok is committed to implementing policies that result in mitigation of challenges that come with climate change.

**Trade and Economic Development-**We create an enabling environment for trade and investment by supporting local businesses, attracting investors, and facilitating trade activities within the county.

**Public Participation-**We actively engage with our constituents to ensure their voices are heard and considered in decision-making processes, in line with the principles of public participation enshrined in the Act.

**Legal and Regulatory Functions-** We uphold the rule of law by implementing and enforcing county laws, regulations, and policies, while also working in collaboration with national government agencies. In collaboration with other county officials, we are committed to fulfilling these functions efficiently and transparently to promote the well-being and development of our county and its people.

The Narok county budget for the FY 2022/23 was Kshs 14,981,115,820. The budget was composed of revenue and expenditure which were equal hence a balanced budget. Actual revenue realized was Kshs, 9,552,372,609, Kshs. 325,484,530 and Ksh 3,067,671,084 which consisted of transfers of equitable share from the National Government, transfers of conditional grants and own source revenue respectively. Total revenue collected in FY 2022/23 was Ksh 12,945,528,224. Revenue performance was was 86% of total budget.

The County Government of Narok transferred Ksh 2,969,338,112 from the revenue collection account to the CRF.

The county Government expenditure was majorly on the activities that create an impact in the lives of our residents. Some of the areas tackled were Construction of health facilities, construction of educational facilities, markets, sale yards and water projects. Other projects included maintenance of roads and purchase of earth moving equipment. The projects undertaken have a far-reaching impact in the lives of the people of Narok through an enlightened society, healthy persons and economically empowered community through the enhanced trade and transport.

The Narok County Government advanced in the construction of the Narok County Referral Hospital Block and the Medical School. We also completed the construction of the Narok Municipal Bus Terminus at the heart of Narok. The Bus terminus was commissioned and is operational while the hospital is yet to be completed.

Narok county undertakes all its projects with due regard to the value-for money. There are administrative controls which we have established to keep an eye on the performance of contracts with enhanced quality at all times. We emphasize on achieving more for less through scrutiny, monitoring and evaluation while we maintain the desired quality.

With the achievement met, challenges were part of the process. Some of the challenges encountered in revenue collection were:

- A prolonged drought during the year which affected most parts of the county hence a reduced crop and livestock production.
- The county Government faced a challenge of network during revenue collection automation in remote areas.
- Infestation of Army worms which affected maize in the farms
- Outbreak of livestock diseases in several parts of the county
- Heightened inflation affected many businesses.

The challenges will be addressed in the future through early preparation for vaccines, venturing into water storage cultures and use of modern farming methods like irrigation.


Implementation of projects was faced with the following challenges: -

- Failure of some residents to attend public participation and give their views on the proposed projects.
- Negative politics which delay implementation of projects.
- Vandalization of water infrastructure
- Vandalization of signboards at the project sites
- Unavailability of funds due to inability to realize full revenue collected as per the budget thus inability to carry out all projects.
- Delay by contractors to complete the projects.

We shall endeavour to address the challenges in future through involvement and discussions. We shall also provide a budget for sensitization of the public on the importance of safeguarding public goods. Improvement of revenue collection is another bit that will require efforts so as to minimize budget gaps.

To manage risk, the county Government shall empower the audit committee and the monitoring and evaluation teams so as to have better results.

We look forward to doing much better in future.



**DAVID P. MUNTET**  
**CEC MEMBER FOR FINANCE AND ECONOMIC PLANNING**

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

### **Introduction**

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

### **Strategic development objectives**

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

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

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

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

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

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

<b>S/No</b>	<b>Strategic Objective as per CIDP (present the objectives on a high and strategic level)</b>	<b>Targeted Outcome</b>	<b>Performance/Progress made up since inception from the latest CIDP</b>	<b>Remarks (Explain the reasons underperformance/ Overperformance)</b>
1	Provide quality physical infrastructure in the County.	Roads	2100 km of roads opened, graded, and gravelled	Budget constraints
2	Provide quality physical infrastructure in the County.	Roads maintenance /Earth moving Equipment	Earth Moving Equipment (EME) purchased	Budget constraints
3	Provide quality health through construction of health facilities	Constructed Health facilities	70 health facilities constructed, improved and equipped.	Budget constraint
4	Provide quality education	Construction of educational facilities	Over 300 classrooms constructed and equipped	Budget constraints
5	Provide clean sustainable drinking water	Drilling of bore holes and extension of piped water	done	Budget constraints

6	Provide clean sustainable drinking water	Drilling of bore holes and extension of piped water	done	Budget constraints
7	Provision of trading space	Construction of markets	done	Budget constraints
8	Proper planning of urban centres	Surveying of urban centres	done	Budget constraints Political challenges
9	Agricultural Value chain Development	Develop value chain stores	progressing	Budget constraints
10	Environmental protection activities	Climate related activities	progressing	Budget constraints
11	Asset management and administration	Quality Asset Management system	Not yet	Budget constraint

### **Progress on Attainment of Development Objectives from Annual Development Plan for FY 2022-23**

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:

- PUBLIC WORKS ROADS AND TRANSPORT** (*each department to have its own table or presented in a more suitable format to the county's operations*)

<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
To develop and maintain roads and storm water drainage to global standards	Increased efficient transportation of people, goods and services	% Of motorable and passable roads within the city	<b>In FY 2022/2023 we increased motorable and passable roads</b>

<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
To develop and maintain street and security lighting infrastructure	Increased public safety and security	5% Reduction of crime	<b>Street lighting was undertaken in township and keekonyokie ward and there has been 3% reduction in crime</b>

## 2.PUBLIC HEALTH AND SANITATION

<b>OBJECTIVE</b>	<b>OUCOME</b>	<b>INDICATOR</b>	<b>PERFOMANCE</b>
To reduce incidences of preventable illnesses and mortality at the County level	Reduction of HIV related mortality and new infections	% Reduction of HIV-related mortality <i>And infections</i>	90% of cases responded to on time through ARVs and sensitization, Condoms
To improve health status of the individual, household and the community at the County	Increased access to specialised curative diagnostic interventions	% Increase of access to specialised diagnostic services	Free medical camps
Modernization of selected public hospital facilities	Increased access to specialised curative diagnostic interventions	% Increase of access to specialised diagnostic services	4 sub-county hospital upgraded, and 1 county hospital is being upgraded to a referral hospital. Equipped facilities become fully operational

## 3.AGRICULTURE, LIVESTOCK AND FISHERIES

<b>OBJECTIVE</b>	<b>OUCOME</b>	<b>INDICATOR</b>	<b>PERFOMANCE</b>
Attain economic empowerment through value-adding production, food security, and	Increased productivity and profitability	% increase farm productivity % growth in savings in select group of farmers	Attained a 106% increase in yield of Irish potatoes in some sampled farms Some dairy farmers

resource-based industrialization, sustainable environment and land management.			achieved an increase in milk production by 150% Realised a growth of 20% in saving by co-operatives in some select wards
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#### 4. WATER ENVIRONMENT AND NATURAL RESOURCES

<i><b>OBJECTIVE</b></i>	<i><b>OUCOME</b></i>	<i><b>INDICATOR</b></i>	<i><b>PERFOMANCE</b></i>
Increase access to clean safe drinking water	Increase in households with access to watering point located within 3 km from their residences	Proportion of households with functioning watering points located within 3 km from their residences	An increase by 5% of households with functioning watering points located within 3 km from their residences

#### 5. LAND, HOUSING, PHYSICAL PLANNING AND URBAN DEVELOPMENT

<i><b>OBJECTIVE</b></i>	<i><b>OUCOME</b></i>	<i><b>INDICATOR</b></i>	<i><b>PERFOMANCE</b></i>
Provide land resources, infrastructure and frameworks for physical planning, housing and urban development in Narok County	Simplification in land transaction	Level of digitization of land records	Automation is ongoing with some of the records fully digitized.

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

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

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

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

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

### **2. Environmental performance**

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

### **3. Employee welfare**

The gender ratio remains a key consideration in the hiring process by the CPSB. The hiring process is a qualification merit process based on advertisement of open vacancies and vigorous shortlisting by the CPSB. Employee training constitutes a key component of

skills enhancement. Occupational Safety and Health Act of 2007 is enhanced by adherence to the guidelines e.g. provision of fire extinguishers in strategic positions. Information security is enhanced through ICT safety training, as well as proper filing and secure storage of both financial and non-financial information.

**4. Market place practices**

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

**5. Community Engagements**

The County government has been on the forefront in ensuring access to education to its populace is easily available by issuing bursary funds to the needy but deserving students. Narok County is reckoned amongst the leading in bursary issuance. The county government has also taken initiative to stop Female Genital Mutilation (FGM) across the entire county by providing necessary community awareness on the dangers of FGM. The government has also engaged the women across the county in economically viable skills such as beadwork (ushanga works) which is purely charitable. The women have thus become self-sustaining.

## **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 (CECM) 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, 2023. 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
- (vi) Making accounting estimates that are reasonable in the circumstances.

The CECM 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 CECM 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, 2023, and of its financial position as at that date.

The CECM 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.

The CECM member for finance confirms that the County Executive has complied fully with applicable Government Regulations and the terms of external financing covenants 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), 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 CECM 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 CECM member for finance on 26<sup>th</sup> September, 2023.

  
**DAVID P. MUNTET**  
**CEC MEMBER FOR FINANCE AND ECONOMIC PLANNING**

# REPUBLIC OF KENYA

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## **REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF NAROK FOR THE YEAR ENDED 30 JUNE, 2023**

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### **PREAMBLE**

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

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

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

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

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

#### **Adverse Opinion**

I have audited the accompanying financial statements of County Executive of Narok set out on pages 1 to 33, which comprise of the statement of assets and liabilities as at

30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly in all material respects, the financial position of County Executive of Narok as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the Public Finance Management Act, 2012.

### **Basis for Adverse Opinion**

#### **1. Inaccuracies in Expenditure on Use of Goods and Services**

The statement of receipts and payments reflects use of goods and services of Kshs.4,150,928,820 and as disclosed in Note 4 to the financial statements. Included in the expenditure are expenditure sub items which differed from their respective supporting schedule as detailed below;

<b>Expenditure Item</b>	<b>Financial Statement Balances (Kshs.)</b>	<b>Supporting Schedule (Kshs.)</b>	<b>Variance (Kshs.)</b>
Utilities, Supplies & Services	129,038,902	130,041,089	1,002,187
Printing, Advertising & Information Supplies and Services	212,756,258	211,754,071	1,002,187
Training Expenses	149,449,957	78,417,837	71,032,120
Specialized Materials & Services	1,580,359,455	1,594,822,912	14,463,457
Office & General Supplies and Services	494,688,472	570,225,015	75,536,543
Other Operating Expenses	430,132,639	389,627,232	40,505,407
Purchase of ICT Equipment	11,810,834	11,460,834	350,000
Rehabilitation Civil Works	38,428,041	0	38,428,041
Compensation of Employees	4,123,775,531	4,064,381,792	59,393,739

Further, the expenditure includes legal fees, insurance expenses and domestic travel and subsistence allowance of Kshs.520,227,462; Kshs.30,510,000 and Kshs.193,804,166 all totalling Kshs.744,541,628. However, supporting documents including legal fee notes, insurance policy documents, invoices and work tickets were not provided for audit.

In addition, the expenditure includes an amount of Kshs.35,231,588 for rental of produce assets. However, the local service orders, invoices, lease agreements and evidence of

services rendered were not provided for audit. Similarly, an amount of Kshs.9,502,005 relating to rent for the Nairobi Liaison Office was incurred in contravention of the Executive Circular referenced OP/CAB.9/1A of 03 April, 2020 directing meetings to be held at the County's registered or principal office.

In the circumstances, the propriety, accuracy, and completeness of expenditure on use of goods and services of Kshs.4,150,928,820 could not be confirmed.

## **2. Unsupported Expenditure on Other Grants and Transfers**

The statement of receipts and payments reflects expenditure on other grants and transfers of Kshs.381,895,470 as disclosed in Note 6 to the financial statements. Included in the amount is Kshs.237,615,925 in respect of transfer to the National Agricultural Rural and Inclusive Growth Project (NARIGP) which differed from the supporting schedule amount of Kshs.198,081,838 by unreconciled variance Kshs.39,534,087. Further the transfers were not supported by memorandum of understanding or work plan.

In addition, the expenditure includes an amount of Kshs.15,576,723 in respect of transfer to Agricultural Sector Development Support Programme (ASDSP) which differed from the supporting schedule amount of Kshs.10,076,723 by unreconciled variance of Kshs.5,500,000. Similarly, the amount was not supported by memorandum of understanding or work plan.

In the circumstances, the completeness and accuracy of expenditure on other grants and transfers of Kshs.381,895,470 could not be ascertained.

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

The statement of receipts and payments reflects expenditure on acquisition of assets of Kshs.2,696,206,165 as disclosed in Note 7 to the financial statements. The following unsatisfactory matters were however noted:-

- i. The amount includes Kshs.764,887,997 in respect of construction of buildings which further includes an amount of Kshs.31,793,606 incurred on consultancy services and research studies for project preparation, design review, and supervision of various projects. However, the payments were not supported with implementation status reports indicating actual projects undertaken. Further, the contracts signed on 10 March, 2020 between the consultancy firm did not indicate the terms of reference, expected milestones, and timelines.
- ii. The expenditure also includes an amount includes Kshs.237,880,038 incurred on Construction and civil works out of which Kshs.59,067,286 was paid to various contractors for the construction of foot bridges and culverts and other works that were not supported with payment vouchers, contracts, certificate of completion and inspection and acceptance certificates.
- iii. The expenditure includes an amount of Kshs.8,880,272 incurred on overhaul and refurbishment of construction and civil works that were not supported with an approved

budget and procurement plan. Further, pre and post inspection reports and request from user departments were provided for audit.

In the circumstances, the propriety, completeness and accuracy of expenditure on acquisition of assets of Kshs.2,696,206,165 could not be confirmed.

#### **4. Unaccounted for Motor Vehicles**

The statement of receipts and payments reflects expenditure on acquisition of assets of Kshs.2,696,206,165 as disclosed in Note 7 to the financial statements. The expenditure includes an amount of Kshs.59,650,000 in respect to purchase of vehicles and other transport equipment. Review of documents revealed that Management procured three (3) motor vehicles through the government framework contract dated 10 May, 2021 under direct procurement method.

However, the delivery notes, pre-inspection reports and evidence that the vehicles were received and taken on charge were not provided for audit. Further, the post-delivery inspection conducted and a report from mechanical engineer from Department of Roads, Public Works and Infrastructure to confirm the specifications of the vehicles was also not provided for audit. In addition, copies of logbooks confirming the motor vehicles registration and ownership were not provided for audit.

In the circumstances, the existence, ownership and accuracy of expenditure on acquisition of assets of Kshs.2,696,206,165 could not be confirmed.

#### **5. Inaccuracy of Bank Balances**

The statement of financial position reflects bank balance of Kshs.73,268,290 as disclosed in Note 8A to the financial statements. However, the statement of cash flows reflects a balance of Kshs.33,169,120 resulting to unreconciled variance of Kshs.40,099,170. Further, bank reconciliation statements, M-Pesa statements, cashbooks, bank statements, certificate of bank balances, and Board of Survey reports for nineteen (19) accounts held at various commercial banks were not provided for audit.

In the circumstances, the propriety, completeness and accuracy of bank balance of Kshs.73,268,290 could not be confirmed.

#### **6. Unsupported Prior Year Adjustment Balance**

The statement of assets and liabilities reflect prior year adjustment balance of Kshs.268,329,309 which has not been supported with any documentation.

In the circumstances, the propriety, completeness and accuracy of the prior year adjustment balance of Kshs.268,329,309 could not be confirmed.

#### **7. Inaccuracy of Deposits and Retentions Balance**

The statement of assets and liabilities reflects deposits and retention balance of Kshs.40,099,170 as disclosed in Note 10 to the financial statements. However, the bank

certificate reflects a balance of Kshs.19,067,633 resulting to unreconciled variance of Kshs.21,031,537.

In the circumstances, completeness and accuracy of deposit and retentions balance of Kshs.40,099,170 could not be confirmed.

### **8. Unsupported Pending Accounts Payable**

Other important disclosures Note 1 and Annex 2, analysis of pending accounts payables to the financial statements reflects pending accounts payable balance of Kshs.1,117,626,040 being amounts owed to suppliers of goods, works, and services. However, the bills were not supported by way of local purchase orders/local service orders, aging analysis, delivery notes, inspection and acceptance certificates.

In the circumstances, the accuracy and completeness of the pending bills payable balance of Kshs.1,117,626,040 as at 30 June, 2023 could not be confirmed.

### **9. Unsupported Expenditure on Use of Goods and Services**

The statement of receipts and payments reflects expenditure on use of goods and services of Kshs.4,150,928,820 as disclosed in Note 4 to the financial statements. Review of procurement records revealed that Contract No. NCG/MACHINE/REPAIR/001/2022-23 was awarded to a contractor on 18 November, 2022 for the execution of the proposed maintenance and repair of earth moving equipment at a contract price of Kshs.122,698,536. The company was paid advance payment of Kshs.24,500,000. However, bank guarantee from the contractor of equivalent amount was not provided for audit.

In the circumstances, the validity of advance payment of Kshs.24,500,000 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the County Executive of Narok 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 Adverse opinion.

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts (recurrent and development combined) reflects final receipts budget and actual on comparable basis of Kshs.14,981,115,820 and Kshs.11,764,019,105 respectively, resulting in an under-funding of Kshs.3,217,096,715 or 21% of the budget. Similarly, the statement also reflects actual expenditure of Kshs.11,730,849,985 against an approved budget of

Kshs.14,981,115,820 resulting in an under-expenditure of Kshs.3,250,265,835 or 23% of the budget. Management has attributed the low absorption to late disbursement of the exchequer by The National Treasury.

The budget under-funding and under-expenditure affected the planned activities and may have impacted negatively on service delivery to the residents of Narok County.

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. There were no key audit matters to report in the year under review.

### **Other Matter**

#### **Unresolved Prior year Matters**

In the audit report of the previous year, several paragraphs were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not resolved the issues or given any explanation for the failure to adhere to the provisions of the Public Sector Accounting Standards Board template.

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Non Compliance with Fiscal Responsibility Principle on Development Expenditure**

The statement of comparison of budget and actual amounts development combined reflects total development expenditure of Kshs. 3,078,101,635 or twenty six percent (26%) of the total expenditure of Kshs.11,730,849,985 which was below the thirty percent (30%) threshold stipulated by Section 25(1)(g) of the Public Finance Management (County Governments) Regulations, 2015.

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

## 2. Non Compliance with Law on Preparation of Financial Statements

The County Treasury did not prepare and submit for audit financial statements for Narok and Kilgoris Municipalities, Facility Improvement Fund and Level Four Hospitals within the County as prescribed by the Public Sector Accounting Standard Board (PSASB) as communicated through the National Treasury Circular Ref: No. AG.4/16/3 Voll.II (66) of 06 July, 2023. This is also contrary to section 164 of the Public Finance Management Act, 2012 which requires an Accounting Officer for a County Government entity to prepare and submit to the Auditor-General for audit financial statements in respect of the entity in the format prescribed by the Public Sector Accounting Standard Board within three months after the end of each financial year.

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

## 3. Delayed Completion of Narok County Referral Hospital and Medical School

The statement of receipts and payments reflects expenditure on acquisition of assets of Kshs.2,696,206,165 as disclosed in Note 7 to the financial statements. Review of records provided for audit on project implementation status as at 29 August, 2023 revealed that major capital projects under the department of Health and Public Sanitation were behind the agreed completion dates as indicated below;

<b>Project Description/ Details</b>	<b>Contract Amount (Kshs.)</b>	<b>Amount Paid (Kshs.)</b>	<b>Expected Completion Date</b>	<b>% of Completion</b>
Proposed New Hospital Block and Mortuary at Narok County Referral Hospital.	637,680,794	621,338,949	09 Aug, 2021	90%
The Mechanical, Electrical, Engineering Services and Associated Works for New Narok County Referral Hospital Block	469,614,655	289,797,960	18 July, 2022	65%
Proposed Construction of a New Narok County Medical School (MTC), hostels and Associated Works	288,850,043	256,712,952	31 Dec, 2021	95%

Further, physical verification of the proposed new hospital block and mortuary at Narok County Referral Hospital revealed on-going works involving structural variations that were recommended by Ministry of Health and the Ministry of Public Works of the National Government for the facility to meet requisite standards of a referral hospital. However, minutes of site meetings, Bills of Quantities of variations or written recommendations by the Ministry of Health in support of the structural variations were not provided for audit. In addition, two of the projects were behind schedule, risking running into further delays thereby affecting the intended delivery of service.

In the circumstance, value for money of the structural variations could not be confirmed.

#### **4. Non Compliance with Guidelines on Pending Bills**

Review of records revealed that the County had accumulated pending bills totalling Kshs.343,163,071 to contractors which have been outstanding for more than one year, dating back to 2013/2014 financial year. Further, Management had not established a Pending Bills Resolution Committee to verify ineligible pending bills as directed by the Intergovernmental Budget and Economic Council (IBEC) through a resolution on 18 June, 2019. Consequently, the Management did not have pending bills evaluation report to determine the validity and eligibility of the pending bills.

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

#### **5. Irregular Retention of Staff Beyond the Retirement Age**

Review of the Integrated Personnel and Payroll Database (IPPD) revealed that forty-five (45) employees who had attained the mandatory retirement age of sixty (60) years were still in the payroll as at 30 June, 2023 and had been paid emoluments amounting to Kshs.45,195,339 in the year under review contrary to Regulation 70(1)(a) of the Public Service Commission Regulations, 2020 which provides that the mandatory retirement age in the public service shall be sixty years. The Management did provide justification for employees prolonged stay in the service.

In the circumstances, Management was in breach of law.

#### **6. Excess Payment of House Allowances**

Review and analysis of the monthly payrolls revealed that payment amounting to Kshs.12,871,432 was made to four hundred and fifty-nine (459) employees in respect of house allowance above the rates provided by the Salaries and Remuneration Commission. This is contrary to SRC circular Ref. No: SRC/TS/MDP/3/1/2(2) dated 11 August, 2015 which provides for the rates upon which house allowances are paid to various officers depending on their cadre.

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

#### **7. Non Compliance with Law on Supplementary Budget**

During the year under review, the County Executive's supplementary budget was varied from Kshs.12,170,718,406 to Kshs.14,981,115,820, or twenty-three percent (23%) increment from the original budget. However, the amount exceeds the ten percent (10%) limit set under Section 135(7) of the Public Finance Management Act, 2012 which provides that, in any financial year, the county government may not under supplementary budget, spend more than ten percent of the amount appropriated by the County Assembly for that year. No evidence was provided to confirm that there were special circumstances that warranted the budget variance and County Assembly did not approve the higher percentage.

Further, the supplementary budget was not supported with memorandum from the Accounting Officers to the County Treasury providing explanation for the additional funding requests, contrary to Regulation 39(7) of the Public Finance Management (County Governments) Regulations, 2015, that provides that the County Government entity requesting for additional funds through a supplementary budget process shall submit a memorandum to the County Treasury, on a date determined by County Treasury.

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

#### **8. Non-Compliance with the One-Third of Basic Salary Rule**

Review of the monthly payroll records revealed that two-hundred twenty-four (224) employees earned a net salary of less than a third (1/3) of the basic salary contrary to Section 19(3) of the Employment Act, 2007 which states that the total amount of deduction of the wages of an employee shall not exceed two-third (2/3) of such wages.

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

#### **9. Procurement Irregularities**

Review of the annual procurement plan revealed that the plan lacked important details such as schedule of the planned delivery, implementation or completion dates for all goods, works, and services required. Similarly, the procurement plan did not indicate which items would be packaged into lots and it was therefore not possible to determine on what basis one hundred and eighteen (118) contracts valued at Kshs.2,709,802,969 were packaged into different lots. Further, quarterly reports on implementation of procurement plans were not provided for audit.

In addition, Management did not publish or publicize contracts awarded during the year under review on the county's website or on the Public Procurement Information Portal (PPIP) as required by Section 138(1) of the PPAD Act, 2015 and Executive Order No.2 of 2018 which requires all entities to maintain and continuously update and publicize complete information of all tenders awarded.

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

#### **10. Unremitted Retirement Benefits Contributions**

Review of documents provided for audit revealed that the County Executive owed an amount of Kshs.1,863,017,088 to three pension funds which comprise of outstanding contributions of Kshs.134,981,919 and interest amount of Kshs.1,728,035,170. However, Management has not made any effort to clear the outstanding amount which continue to attract penalties and interest.

Management was therefore in breach of the law.

## **Basis for Conclusion**

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAI) 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

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

### **Basis for Conclusion**

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

Records provided for audit revealed that the county internal audit department did not have an approved internal audit charter, approved annual audit plan and independent budget or authority to incur expenditure. Further, the risk assessment, internal audit reports and minutes of audit committee were not provided for audit.

In the circumstances, the effectiveness of assurance and advisory services function by the internal audit as well as oversight from the Audit Committee could not be confirmed.

#### **2. Lack of Risk Management Strategies**

The County Executive did not have a risk management policy or strategy in place and therefore, had no approved processes and guidelines on how to mitigate operational, legal and financial risks contrary to Regulation 158 of the Public Finance Management (County Government Regulations) 2015. The Management was therefore not in a position to identify, evaluate risks and allocate resources to mitigate them.

In the circumstances, the ability of the County to identify, evaluate risks and allocate resources to mitigate them could not be confirmed.

#### **3. Lack of County Performance Management Plan and Staff Appraisal System**

The County Executive Committee has not designed a performance management plan to evaluate performance of the county public service. In addition, Management has not established a performance management committee as per the provisions of the County

Public Service Human Resource Manual and therefore, no performance appraisal had been carried out to link the individual employees' performance with the County Executive's performance since 2016. Further, a total of forty-two (42) employees were promoted to higher positions during the year ended 30 June, 2023 without staff appraisal reports.

In the circumstances, the effectiveness of human resource decisions on the promotions could therefore not be confirmed.

#### **4. Lack of Staff Establishment**

Review of the employee records revealed that the County Executive had five thousand, three hundred and thirty-eight (5,338) employees who were included in the Integrated Personnel and Payroll Database System (IPPD) without an approved staff establishment contrary to section B.2(1) of the Human Resource Policies and Procedures Manual for the Public Service, 2016 which requires every public entity to prepare Human Resource Plans based on comprehensive job analysis to support achievement of goals and objectives in their Strategic Plans. It was therefore not possible to determine whether the County Executive operated with an optimal number of staff.

Further, review of personnel records revealed that one thousand, three hundred and eighty-seven (1,387) employees had served the County Executive for more than six (6) months but were yet to be confirmed to permanent and pensionable terms or their probation period extended. This is contrary to section B.18(1) of the Human Resource Policies and Procedures Manual for the Public Service of May, 2016 which provides that an officer appointed to the service in a probationary post will be confirmed in appointment and admitted into the permanent and pensionable establishment on completion of a probationary period of six (6) months of satisfactory service.

In the circumstances, the effectiveness of internal controls over Human Resource Management could not be confirmed.

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

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

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

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

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

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

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

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit

the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


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

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

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

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

15 February, 2024

County Government of Narok

County Executive of Narok

Annual Report and Financial Statements for the year ended June 30 2023

9. Statement of Receipts and Payments for the year ended 30th June 2023

			FY 2022-23	FY 2021-22
	Notes		Kshs	Kshs
<b>Receipts</b>				
Transfers from the CRF	1		11,764,019,105	8,137,206,302
Miscellaneous receipts	2		-	1,698,475,647
<b>Total receipts</b>			<b>11,764,019,105</b>	<b>9,835,681,949</b>
<b>Payments</b>				
Compensation of employees	3		4,123,775,531	3,761,884,987
Use of goods and services	4		4,150,928,820	4,016,912,801
Transfers to other government entities	5		378,044,000	1,100,441,728
Other grants and transfers	6		381,895,470	494,120,831
Acquisition of assets	7		2,696,206,165	1,272,926,446
<b>Total payments</b>			<b>11,730,849,985</b>	<b>10,646,286,793</b>
<b>Surplus/deficit*</b>			<b>33,169,120</b>	<b>(810,604,843.549)</b>

The accounting policies and explanatory notes to financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 26<sup>th</sup> September, 2023 and signed by:



.....  
CPA Peter Naingisa  
Chief Officer -Finance  
ICPAK M/No:29015



.....  
CPA Walter Chanua  
Head of Accounting Unit  
ICPAK M/No:14877

*County Government of Narok*  
*County Executive of Narok*  
*Annual Report and Financial Statements for the year ended June 30 2023*

**10. Statement of Assets and Liabilities as at 30th June 2023**

		FY 2022-23	FY 2021-22
	Notes	Kshs	Kshs
<b>Financial assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	8A	73,268,290	265,850,678
<b>Total cash and cash equivalents</b>		<b>73,268,290</b>	<b>265,850,678</b>
Outstanding imprests and advances	9		4,597,224
<b>Total financial assets</b>		<b>73,268,290</b>	<b>270,447,902</b>
<b>Financial liabilities</b>			
Deposits and retentions	10	40,099,170	2,118,592
<b>Net financial assets</b>		<b>33,169,120</b>	<b>268,329,310</b>
<b>Represented by</b>			
Fund balance b/fwd.	11	268,329,309	1,078,934,153
Prior year adjustments		(268,329,309)	-
Surplus/deficit for the year		<b>33,169,120</b>	-810,604,844
<b>Net financial position</b>		<b>33,169,120</b>	<b>268,329,309</b>

The accounting policies and explanatory notes to the financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 26<sup>th</sup> September, 2023 and signed by:



CPA Peter Naingisa  
 Chief Officer -Finance  
 ICPAK M/No:29015



CPA Walter Chanua  
 Head of Accounting Unit  
 ICPAK M/No:14877

County Government of Narok

County Executive of Narok

Annual Report and Financial Statements for the year ended June 30 2023

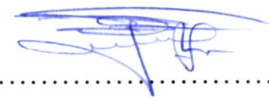
11. Statement of Cash Flows for the period ended 30<sup>th</sup> June 2023

		FY 2022-23	FY 2021-22
	Notes	Kshs	Kshs
<b>Receipts from operating income</b>			
Transfers from the CRF	1	11,764,019,105	8,137,206,302
Miscellaneous receipts	2		1,698,475,647
<b>Total receipts from operating income</b>		<b>11,764,019,105</b>	<b>9,835,681,949</b>
<b>Payments for operating expenses</b>			
Compensation of employees	3	(4,123,775,531)	(3,761,884,987)
		(4,150,928,820)	(4,016,912,801)
Use of goods and services	4		
Transfers to other government entities	5	(378,044,000)	(1,100,441,728)
Other grants and transfers	6	(381,895,470)	(494,120,831)
<b>Total payments for operating expenses</b>		<b>(9,034,643,820)</b>	<b>(9,373,360,347)</b>
<b>Net receipts/ (payments) from operations</b>		<b>2,769,880,692</b>	<b>462,321,602</b>
<b>Net cash flow from operating activities</b>		<b>2,729,375,285</b>	<b>462,321,602</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		(2,696,206,165)	(1,272,926,446)
<b>Net cash flows from investing activities</b>		<b>(2,696,206,165)</b>	<b>(1,272,926,446)</b>
<b>Net increase in cash and cash equivalents</b>		<b>33,169,120</b>	<b>(810,604,843)</b>
<b>Cash and cash equivalents at beginning of the year</b>		<b>-</b>	<b>1,078,934,153</b>
<b>Cash and cash equivalents at end of the year</b>		<b>33,169,120</b>	<b>268,329,309</b>

The accounting policies and explanatory notes to financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 26<sup>th</sup> September, 2023 and signed by:



CPA Peter Naingisa  
Chief Officer -Finance  
ICPAK M/No:29015



CPA Walter Chanua  
Head of Accounting Unit  
ICPAK M/No:14877

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements**  
**For the year ended June 30<sup>th</sup> 2023.**

**12. Statement of Comparison of Budget & Actual Amounts (Recurrent and Development Combined) for the year ended 30<sup>th</sup> June 2023**

<b>Receipt/Expense Item</b>	<b>Original Budget</b>	<b>Adjustments</b>	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>Budget Utilization Difference</b>	<b>% Of Utilization</b>
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Receipts</b>						
Transfers from the CRF	14,981,115,820	-	14,981,115,820.00	11,764,019,105	3,217,096,715	79
Other receipts	-	-	-	-	-	
Opening balance for Non-refundable bank balances in special purpose deposits accounts e.g., DANIDA	-	-	-	-	-	
<b>Total</b>	<b>14,981,115,820</b>	<b>-</b>	<b>14,981,115,820</b>	<b>11,764,019,105</b>	<b>3,217,096,715</b>	<b>79</b>
<b>Payments</b>						
Compensation of employees	4,123,912,854	-	4,123,912,854.00	4,123,775,531	137,323.45	100
Use of goods and services	5,455,466,671	-	5,455,466,671.00	4,150,928,820	1,304,537,851.30	76
Subsidies	-	-	-	-	-	
Transfers to other government units	574,077,650.00	-	574,077,650.00	378,044,000	196,033,650.00	66
Other grants and						95

**County Government of Narok**  
**County Executive of Narok**  
**Annual Report and Financial Statements for the year ended June 30 2023**

transfers	400,000,000.00	-	400,000,000.00	381,895,470	18,104,530.45	
Social security benefits	-	-	-	-	-	
Acquisition of assets	4,427,658,645.00	-	4,427,658,645.00	2,696,206,165	1,731,452,479.80	61
Other payments	-	-	-	-	-	
<b>Total</b>	<b>14,981,115,820</b>	<b>-</b>	<b>14,981,115,820</b>	<b>11,730,849,985</b>	<b>3,250,265,835</b>	<b>78</b>
<b>Surplus/(Deficit)</b>				<b>33,169,120</b>		

i) Low receipts of revenue were due to electioneering period that was marred with political uncertainty that hampered collections revenue hence low collections than the budgeted.

ii) The underutilization in payments was in tandem with the receipts

The County Executive’s financial statements were approved on 26<sup>th</sup> September, 2023 and signed by:

.....

**Name: CPA Peter Naing'isa**  
**Chief Officer Finance**  
**ICPAK Member Number: 29015**

.....

**Name: CPA Walter Chanua**  
**Head of Accounting Services**  
**ICPAK Member Number: 14877**

County Government of Narok  
 County Executive of Narok  
 Annual Report and Financial Statements for the year ended June 30 2023

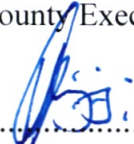
10A Statement of Comparison of Budget & Actual Amounts – Recurrent for the year ended 30<sup>th</sup> June 2023


Receipt/expense item	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	10,153,457,175		10,153,457,175	8,659,455,736	1,494,001,439	85
<b>Total</b>	<b>10,153,457,175</b>	<b>0</b>	<b>10,153,457,175</b>	<b>8,659,455,736</b>	<b>1,494,001,439</b>	<b>85</b>
<b>Payments</b>						
Compensation of employees	4,123,912,854	-	4,123,912,854	4,123,775,531	137,323	100
Use of goods and services	5,455,466,671	-	5,455,466,671	4,150,928,820	1,304,537,851	76
Transfers to other government units	574,077,650	-	574,077,650	378,044,000	196,033,650	66
<b>Total</b>	<b>10,153,457,175</b>	<b>-</b>	<b>10,153,457,175.00</b>	<b>8,652,748,350</b>	<b>1,500,708,825</b>	<b>85</b>
<b>Surplus/(deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,707,386</b>	<b>6,707,386</b>	

i) Low receipts of revenue were due to electioneering period that was marred with political uncertainty that hampered collections revenue hence low collections than the budgeted.

ii) The underutilization in payments was in tandem with the receipts

The County Executive's financial statements were approved on 26<sup>th</sup> September 2023 and signed by:

  
 Name: CPA Peter Naing'isa  
 Chief Officer Finance  
 ICPAK Member Number: 29015

  
 Name: CPA Walter Chanua  
 Head of Accounting Services  
 ICPAK Member Number: 14877

County Government of Narok  
 County Executive of Narok  
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10B Statement of Comparison of Budget & Actual Amounts: Development for the year ended 30<sup>th</sup> June 2023

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	4,827,658,645	-	4,827,658,645	3,104,563,369	1,723,095,276	64
<b>Total</b>	<b>4,827,658,645</b>	<b>-</b>	<b>4,827,658,645</b>	<b>3,104,563,369</b>	<b>1,723,095,276</b>	<b>64</b>
<b>Payments</b>						
Other grants and transfers	400,000,000	-	400,000,000.00	381,895,470	18,104,530	95
Acquisition of assets	4,427,658,645	-	4,427,658,645.00	2,696,206,165	1,731,452,480	61
<b>Totals</b>	<b>4,827,658,645</b>	<b>-</b>	<b>4,827,658,645</b>	<b>3,078,101,635</b>	<b>1,749,557,010</b>	<b>64</b>
<b>Surplus/(deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,461,734.25</b>	<b>-</b>	

i) Low receipts of revenue were due to electioneering period that was marred with political uncertainty that hampered collections revenue hence low collections than the budgeted.

ii) The underutilization in payments was in tandem with the receipts

The County Executive's financial statements were approved on 26<sup>th</sup> September 2023 and signed by:



.....  
**Name: CPA Peter Naing'isa**  
**Chief Officer Finance**  
**ICPAK Member Number: 29015**



.....  
**Name: CPA Walter Chanua**  
**Head of Accounting Services**  
**ICPAK Member Number: 14877**

**NAROK COUNTY EXECUTIVE**  
**Annual Report and Financial Statements**  
**For the year ended June 30<sup>th</sup> 2023.**

**13. Budget Execution by Programmes and Sub-Programmes for the year ended 30<sup>th</sup> June 2023**

Program	Sub Program	Description	Final Budget	Actual	Budget utilization difference	Absorption
			KShs	KShs	KShs	Percentage
<b>102003000</b>			<b>665,970,898</b>	<b>389,571,802</b>	<b>276,399,096</b>	<b>58.5%</b>
	102024610	Crop Productivity Improvement	665,970,898	389,571,802	276,399,096	58.5%
<b>103003000</b>			<b>160,634,191</b>	<b>145,487,650</b>	<b>15,146,541</b>	<b>90.6%</b>
	103014610	Livestock Pests & Disease Management & Control	100,815,232	93,323,234	7,491,998	92.6%
	103074610	Livestock Information Management	59,818,959	52,164,416	7,654,543	87.2%
<b>104003000</b>			<b>19,962,761</b>	<b>193,980</b>	<b>19,768,781</b>	<b>1.0%</b>
	104014610	Fish Products Production	19,962,761	193,980	19,768,781	1.0%
<b>105003000</b>			<b>109,188,422</b>	<b>10,909,250</b>	<b>98,279,172</b>	<b>10.0%</b>
	105014610	Development Planning and Land Reforms	109,188,422	10,909,250	98,279,172	10.0%
<b>106003000</b>			<b>47,322,706</b>	<b>2,272,215</b>	<b>45,050,491</b>	<b>4.8%</b>
	106014610	Housing Development	47,322,706	2,272,215	45,050,491	4.8%
<b>107003000</b>			<b>258,093,617</b>	<b>201,332,275</b>	<b>56,761,343</b>	<b>78.0%</b>
	107014610	Metropolitan Planning & Infrastructure Development	254,962,617	201,332,275	53,630,343	79.0%
	107024610	SP2 Urban Planning, Investment and Research	3,131,000	0	3,131,000	0.0%
<b>201003000</b>			<b>2,139,810,401</b>	<b>1,577,072,792</b>	<b>562,737,609</b>	<b>73.7%</b>
	201014610	General Administration, Planning and Support Services	69,850,946	68,963,199	887,747	98.7%

*County Government of Narok*  
*County Executive of Narok*  
*Annual Report and Financial Statements for the year ended June 30 2023*

	201024610	Construction of Roads and Bridges				
			1,971,242,502	1,409,653,372	<b>561,589,130</b>	71.5%
	201034610	Maintenance of Roads	98,716,953	98,456,221	<b>260,732</b>	99.7%
<b>202003000</b>			<b>125,440,666</b>	<b>8,591,018</b>	<b>116,849,648</b>	6.8%
	202014610	ICT Infrastructure Development				
			125,440,666	8,591,018	<b>116,849,648</b>	6.8%
<b>301003000</b>			<b>264,773,379</b>	<b>152,694,109</b>	<b>112,079,270</b>	57.7%
	301014610	Administrative Services	623,616	0	<b>623,616</b>	0.0%
	301024610	Cooperative Development & Management	43,632,869	40,632,869	<b>3,000,000</b>	93.1%
	301034610	Trade Development and Promotion	220,516,894	112,061,240	<b>108,455,654</b>	50.8%
<b>303003000</b>			<b>498,905,986</b>	<b>26,425,118</b>	<b>472,480,868</b>	5.3%
	303014610	Tourism Promotion and Marketing	455,537,580	26,425,118	<b>429,112,462</b>	5.8%
	303024610	Tourism Infrastructure Development	43,368,406	0	<b>43,368,406</b>	0.0%
<b>401003000</b>			<b>930,937,004</b>	<b>929,087,751</b>	<b>1,849,253</b>	99.8%
	401014610	Health Promotion	930,937,004	929,087,751	<b>1,849,253</b>	99.8%
<b>402003000</b>			<b>620,043,595</b>	<b>206,723,234</b>	<b>413,320,361</b>	33.3%
	402014610	Referral Services	620,043,595	206,723,234	<b>413,320,361</b>	33.3%
<b>403003000</b>			<b>2,845,420,335</b>	<b>2,799,399,903</b>	<b>46,020,432</b>	98.4%
	403014610	Health Policy, Planning and Financing	2,845,420,335	2,799,399,903	<b>46,020,432</b>	98.4%
<b>502003000</b>			<b>2,294,738,186</b>	<b>2,051,442,508</b>	<b>243,295,678</b>	89.4%
	502014610	Early Child Development and Education	2,294,738,186	2,051,442,508	<b>243,295,678</b>	89.4%
<b>701003000</b>			<b>1,383,621,351</b>	<b>1,269,903,154</b>	<b>113,718,198</b>	91.8%
	701014610	Administrative Services	258,779,546	247,478,172	<b>11,301,374</b>	95.6%

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	701044610	Coordination and Administrative Services				
			535,199,411	434,640,581	<b>100,558,831</b>	81.2%
	701054610	Public service and Field Administrative Services				
			504,407,642	503,068,321	<b>1,339,321</b>	99.7%
	701084610	Board Management Services				
			85,234,752	84,716,080	<b>518,672</b>	99.4%
<b>702003000</b>			<b>623,167,931</b>	<b>617,012,218</b>	<b>6,155,713</b>	99.0%
	702014610	Accounting services				
			54,111,200	51,185,897	<b>2,925,303</b>	94.6%
	702024610	Resource Mobilization				
			372,507,775	371,656,649	<b>851,126</b>	99.8%
	702034610	Budget Formulation, Coordination and Management				
			28,967,123	27,905,430	<b>1,061,693</b>	96.3%
	702044610	Supply Chain Management Services				
			107,197,081	106,296,996	<b>900,085</b>	99.2%
	702054610	Internal Audit Services				
			60,384,752	59,967,246	<b>417,506</b>	99.3%
<b>703003000</b>			<b>622,911,131</b>	<b>466,224,432</b>	<b>156,686,699</b>	74.8%
	703014610	Economic Planning Coordination				
			595,854,302	439,726,379	<b>156,127,923</b>	73.8%
	703024610	Monitoring and Evaluation Services				
			27,056,829	26,498,053	<b>558,776</b>	97.9%
<b>704003000</b>			<b>65,230,000</b>	<b>65,032,700</b>	<b>197,300</b>	99.7%
	704024610	County Co-ordination Services				
			65,230,000	65,032,700	<b>197,300</b>	99.7%
<b>901003000</b>			<b>608,334,106</b>	<b>308,177,611</b>	<b>300,156,495</b>	50.7%
	901014610	Gender and Youth Development				
			38,169,567	37,118,963	<b>1,050,604</b>	97.2%
	901024610	Social Assistance to Vulnerable Groups				
			10,426,450	9,855,571	<b>570,879</b>	94.5%

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	901034610	Development and Promotion of culture	-	-	-	-
			9,315,131	8,396,320	<b>918,811</b>	90.1%
	901044610	Development and Management of sports facilities				
			325,312,944	132,800,000	<b>192,512,944</b>	40.8%
	901064610	Voluntary Training Services				
			225,110,014	120,006,757	<b>105,103,257</b>	53.3%
<b>1002003000</b>			<b>696,609,154</b>	<b>503,296,267</b>	<b>193,312,887</b>	72.2%
	1002014610	Forests Conservation and Management				
			696,609,154	503,296,267	<b>193,312,887</b>	72.2%
		<b>Grand Total</b>	<b>14,981,115,820</b>	<b>11,730,849,985</b>	<b>3,250,265,835</b>	<b>78.3%</b>

#### **14. 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 Narok 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.

**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.

**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.

**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 Narok for the period 1<sup>st</sup> July 2022 to 30 June 2023 as required by law. There were two 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 Statement of Comparison of Budget & Actual Amounts (Recurrent and Development Combined) for the year ended 30<sup>th</sup> June 2023 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 12* 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.

15. Notes to the Financial Statements

1. Transfer from the CRF

	FY 2022-23	FY 2021-22
Description	Kshs	Kshs
Total exchequer releases for quarter 1	1,805,660,593	1,459,390,261
Total exchequer releases for quarter 2	2,365,764,416	2,211,197,364
Total exchequer releases for quarter 3	2,306,618,410	2,211,197,365
Total exchequer releases for quarter 4	5,285,975,686	2,255,421,312
<b>Total</b>	<b>11,764,019,105</b>	<b>8,137,206,302</b>

2. Miscellaneous Receipts

	FY 2022-23	FY 2021-22
Description	Kshs	Kshs
Insurance Recoveries		
Other Receipts ( <i>grants 2021-22</i> )		1,698,475,647
<b>Total</b>	<b>-</b>	<b>1,698,475,647</b>

3. Compensation of Employees

	FY 2022-23	FY 2021-22
Description	Kshs	Kshs
Basic salaries of permanent employees	3,755,453,794	3,456,465,975
Basic wages of temporary employees	12,130,310	12,562,574
Personal allowances paid as part of salary		
Personal allowances paid as reimbursements		
Personal allowances provided in kind		
Compulsory national social security schemes		
Compulsory national health insurance schemes		
Employer Contribution to compulsory National Social Schemes	4,766,890	288,322,707
Pension and other social security contributions	332,626,370	
Other personnel payments	18,798,166	4,533,731
<b>Total</b>	<b>4,123,775,531</b>	<b>3,761,884,987</b>

Notes to the Financial Statements (Continued)

4. Use of Goods and Services

Description	FY 2022-23	FY 2021-22
	Kshs	Kshs
Utilities, supplies and services	129,038,902	50,349,806
Communication, supplies and services	68,176,281	364,309,425
Domestic travel and subsistence	193,804,166	124,700,336
Foreign travel and subsistence	15,476,732	5,359,757
Printing, advertising and information supplies & services	212,756,258	278,339,020
Rentals of produced assets	35,231,588	15,210,192
Training expenses	149,449,957	119,275,795
Hospitality supplies and services	306,066,493	586,650,506
Insurance costs	30,510,003	23,757,538
Specialised materials and services	1,580,359,455	1,372,659,632
Office and general supplies and services	494,688,472	392,380,674
Fuel Oil and Lubricants	168,618,485	178,000,000
Other operating expenses	430,132,639	267,464,424
Routine maintenance – vehicles and other transport equipment	112,782,992	204,555,696
Routine maintenance – other assets	223,836,396	33,900,000
<b>Total</b>	<b>4,150,928,820</b>	<b>4,016,912,801</b>

Notes to the Financial Statements (Continued)

5. Transfer to other Government entities

Description	FY 2022-23	FY 2021-22
	Kshs	Kshs
HSD User fees foregone	-	-
World Bank Loans -THS	-	-
World Bank Loan -NARIGP	-	-
DANIDA -UHC	-	-
ASDSP	-	-
POLYTECHNICS	-	-
KDSP Level 1	-	-
KDSP Level 2	-	-
KUSP UIG	-	-
KUSP UDG	-	-
RMLF	-	-
Neonatal Health	-	-
COVID-19 Grant	-	-
DANIDA Grant -COVID 19	-	-
Scholarships and other educational benefits	373,044,000	199,500,000
MMCSF	5,000,000	51,000,000
Transfers to County Assembly-Rec	-	839,941,728
Transfers to County Assembly-Dev	-	10,000,000
<b>Total</b>	<b>378,044,000</b>	<b>1,100,441,728</b>

**6. Other Grants and Transfers**

	FY 2022-23	FY 2021-22
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
HSD User fees foregone		
DANIDA		
World Bank Loans -THS		49,397,655
HSSF		
World Bank Loan -NARIGP	237,615,925	200,872,158
DANIDA -UHC		6,940,643
ASDSP	15,576,723	20,791,497
POLYTECHNICS		
KDSP Level 1		
KDSP Level 2		
KUSP UIG	2,339,914	
KUSP UDG		
RMLF		213,331,698
Neonatal Health		2,787,180
DANIDA Grant -COVID 19		
PHC -	48,170,179	
Filloc	11,000,000	
Value Chain Development	67,192,729	
<b>Total</b>	<b>381,895,470</b>	<b>494,120,831</b>

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

**7. Acquisition of Assets**

<b>Non- financial assets</b>	<b>FY 2022-23</b>	<b>FY 2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Construction of Buildings	764,887,997	973,558,334
Refurbishment of Buildings	33,405,595	17,921,254
Construction of Roads	850,576,741	53,829,268
Construction and Civil Works	237,880,038	32,355,705
Overhaul and Refurbishment of Construction and Civil Works	8,880,272	
Purchase of Vehicles and Other Transport Equipment	59,650,000	52,567,287
Purchase of Office Furniture and General Equipment	9,298,407	6,376,944
Purchase of ICT Equipment	11,810,834	4,169,517
Purchase of Specialised Plant, Equipment and Machinery	551,441,120	62,741,380
Rehabilitation and Renovation of Plant, Machinery and Equip.	85,819,731	
Research, Studies, Project Preparation, Design & Supervision	44,127,391	14,412,718
Rehabilitation of Civil Works	38,428,041	
Acquisition of Strategic Stocks and commodities		
Acquisition of Land		54,994,039
Acquisition of Intangible Assets		
<b>Total acquisition of non- financial assets</b>	<b>2,696,206,165</b>	<b>1,272,926,446</b>
<b>Financial assets</b>		
Domestic public non-financial enterprises		
Domestic public financial institutions		
<b>Total acquisition of financial assets</b>		
<b>Total acquisition of assets</b>	<b>2,696,206,165</b>	<b>1,272,926,446</b>

Notes to the Financial Statements (Continued)

8. Cash and Bank Balances

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	FY 2022-23	FY 2021-22
			Kshs	Kshs
Narok County Revenue Fund-CBK 1000171693	1000171693	Revenue		1,924,040
Narok County Recurrent- CBK	1000171348	Recurrent	12,142	1,323
Narok County Development- CBK	1000171324	Developme nt	1,574	879,471
NarokCounty Deposit Account-	1000282991	Deposit	40,099,170	2,118,592
RMLF CBK	1000282967	Recurrent	755,609	755,609
Narok county Standing Imprest account-KCB	1140090933	Imprest	-	23,622
Public Work Roads and transports Op-	1236389697	Recurrent	-	25,789
Operations roads and transport KCB	1167422651	Recurrent	-	5,135
Agriculture Livestock \$Fisheries KCB	1167422821	Recurrent	-	7,203
Narok county education sports and social service TNB	163533001	Recurrent	-	977
Narok County Tourism and Wildlife NCBA	1006804442	Recurrent	-	5,172
Lolgorian sub county hospital Collection A/c Coop	011414801939 00	Recurrent	-	78,123,321
Lolgorian sub county hospital Coop	011414801939 01	Recurrent	-	12,968
Narok County Referral hospital Operation KCB	1159646554	Recurrent	-	1,368,301
Narok County Referral hospital Collection	1159595607	Recurrent	-	95,704,999

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KCB				
Trans mara west subcounty hospital operations Coop	011414801940 01	Recurrent	-	613,826
Ololulungas subCounty Operations hospital KCB	1168449650	Recurrent	-	100,968
Ololulungas subCounty Collection hospital KCB	1220881252	Recurrent	-	67,320,900
Trade and Industrialization NCBA	1006804809	Recurrent	-	895
County public service board TNB/ACCESS	016010000024 2	Recurrent	-	222
Lands,Housing,p/planning and urban dev Family	029000073316	Recurrent	-	129
Narasha-iseneto water project suswa a/c no	036028128850 5	Recurrent	-	10,802
Maasai Mara operation KCB -	1217433392	Recurrent	-	518,856
Narok North subcounty KCB	1167423011	Recurrent	-	3,347
Narok South subcounty TNB.	016010000001 1	Recurrent	-	896
Narok East subcounty Family	29000073079	Recurrent	-	304
Narok County Director KCB-	1149416645	Recurrent	-	4,601,646
Narok West subcounty Trans National.	016010000001 1	Recurrent	-	2,557
Trans mara west subcounty KCB	1261116313	Recurrent	-	6,089
Trans mara East (Emurua Dikirr) subcounty KCB	1167699785	Recurrent	-	5,558
Narok County Health Special Purp ac-	1000294779	Recurrent	4	4
Narok county Agri special purpose kes	1000365374	Recurrent	1	1
Narok County Kenya	1000433264	Recurrent	2,741,923	

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Dev Supp.prg-				2,741,923
Narok County Primary Health Care-	1000556579	Recurrent	16,588,378	8,965,232
Narok County Climate Change Fund-	1000542567	Recurrent	11,000,000	-
Narok Municipality Urban Dev Grant	1000379723	Recurrent	2,069,491	
<b>Total</b>			<b>73,268,290</b>	<b>265,850,678</b>

*Note: Amount are 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.*

Notes to the Financial Statements (Continued)

9. Outstanding imprests and advances

<i>Description</i>	<b>FY 2022-23</b>	<b>FY 2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Government Imprests	-	4,597,224
Salary Advance		
Clearance accounts		
<b>Total</b>	<b>-</b>	<b>4,597,224</b>

Notes to the Financial Statements (Continued)

10. Deposits and Retention

	FY 2022-23		FY 2021-22	
	Kshs		Kshs	
Deposits				
Retention Monies		40,099,170		2,118,593
<b>Total</b>		<b>40,099,170</b>		<b>2,118,593</b>
<b>Ageing analysis for</b>		-		<b>2,118,593</b>
<b>Ageing analysis: (deposits and retentions)</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	40,099,170	%	<b>2,118,593</b>	100%
1-2 years		%		%
2-3 years		%		%
Over 3 years		%		%
<b>Total (tie to above total)</b>	<b>40,099,170</b>		<b>2,118,593</b>	

11. Fund Balance Brought Forward

	FY 2022-23		FY 2021-22	
	Kshs		Kshs	
Bank Accounts		268,329,309		1,113,386,502
Cash in Hand				-
Outstanding Imprests and Advances				11,082,800
Third party deposits and retention				(45,535,149)
<b>Total</b>		<b>268,329,309</b>		<b>1,078,934,153</b>

## 12. 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 statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f For previous FY
Description Of the Error	Kshs	Kshs	Kshs
Fund Balance	268,329,309	268,329,309	-
Cash in Hand			-
Outstanding Imprests and Advances			-
Third party deposits and Retention			-
Others ( <i>Specify</i> )			-
<b>Total</b>	<b>268,329,309</b>	<b>268,329,309</b>	<b>-</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.

\*prior year adjustments made their nature and effect on the fund balance of the County Executive because they are balances returned to the CRF. As such the exchequer requisition starts from 0.

### 13. Other Important Disclosures

#### 1. Pending Accounts Payable (See Annex 2)

Description	Balance b/f FY 2021/2022	Additions for the year	Paid during the year	Balance c/f FY 2022/2023
	Kshs	Kshs	Kshs	Kshs
Construction of Buildings		11,842,486	-	11,842,486
Construction of roads and Civil Works	415,304,050	851,781,399	790,979,428	476,106,021
Supply of Goods		49,432,119	-	49,432,119
Supply of Services		582,245,413	2,000,000	580,245,413
<b>Total</b>	<b>415,304,050</b>	<b>1,495,301,417</b>	<b>792,979,428</b>	<b>1,117,626,040</b>

#### 2. Pending Staff Payables (See Annex 3)

Description	Balance b/f Insert Comparative FY 2021-22	Additions for the year	Paid during the year	Balance c/f (insert current FY 2022-23)
	Kshs	Kshs	Kshs	Kshs
Senior management			-	-
Middle management			-	-
Unionisable employees			-	-
Others	210,597,268	-	-	210,597,268
<b>Total</b>	<b>210,597,268</b>	<b>-</b>	<b>-</b>	<b>210,597,268</b>

**Other Important Disclosures**

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

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

<b>Entity</b>	<b>Date Established/Date taken over</b>	<b>Location</b>	<b>Accounting Officer responsible</b>
Maasai mara community support fund	2014	Narok -North	Fund Administrator
Narok Water and Sewerage Company	2013	Narok -North	Company Managing Director
Narok county bursary Fund	2014	Narok -North	Fund Chief Executive Officer
Narok Municipal Board	2019	Narok -North	Municipal Manager
Kilgoris Municipal Board	2019	Narok-West	Municipal Manager

**4. 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 nil and Kshs 153,292,744 for the previous Financial year. This amount was provided for by CARA and deducted at source by the ministry of health.


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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	<b>Grants for Health Sector Support Fund</b> Difference in amount Reported for conditional Grants against Transfers to the respective operations and special purpose accounts	The National Treasury requires Counties to report revenue as per CARA even though disbursements are made after closure of the Financial Year. Reconciliations prepared	Awaiting senate	
2.0	<b>Travel and Subsistence</b> Inadequate support of some payments	Support documents attached	Awaiting senate	
3.0	<b>Foreign Travel</b> Inadequate support of some payments	Support documents attached	Awaiting senate	
4.0	<b>Routine Maintenance of Vehicles and other Transport Equipment</b> Some payments were lacking support documents like defect reports and post-maintenance inspection reports	Documents provided	Awaiting senate	
5.0	<b>Fixed Assets</b> Verification and formal handing over of fixed assets from defunct local authorities not done	Process is underway	Awaiting senate	
6.0	<b>Pending Bills</b> Insufficient support	Pending bills committee was formed	Awaiting senate	
7.0	<b>Variance between figures in the Financial</b>	Some commitments	Awaiting senate	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Statement and those in IFMIS	which were not paid had not been cancelled		
8.0	Lack of an Audit Committee	Audit committee formed	Awaiting senate	



DAVID P. MUNTET  
 CEC MEMBER FOR FINANCE AND ECONOMIC PLANNING

Date: 26<sup>th</sup> September 2023

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17. Annexes

Annex 1 – Analysis Of Transfers From the CRF

Period FY 2022/23	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
County Executive -Rec	1,415,379,516	2,223,106,448	1,958,254,755	3,004,581,777	8,601,322,496
County Executive -Dev	390,281,077	142,657,968	140,205,094	2,134,067,940	2,807,212,079
County Assembly -Rec	157,868,499	207,194,952	212,349,051	451,858,779	1,029,271,281
County Assembly -Dev	-	9,042,105	26,251,813	21,009,945	56,303,863
Special Purpose A/c (Grants)		-	208,158,561	147,325,969	355,484,530
<b>Total</b>	<b>1,963,529,092</b>	<b>2,582,001,473</b>	<b>2,545,219,274</b>	<b>5,758,844,410</b>	<b>12,849,594,249</b>

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**Annex 2 – Analysis Of Pending Bills**

S/No	NAME OF SUPPLIER	DESCRIPTION	DESCRIPTION	BALANCE AS AT JUNE 9TH 2023	JULY PAYMENT	BALANCE
1	Amaco Insurance	Supply of Services	Provision Of Services	0.00	0	0.00
2	Amasha One	Supply of Services	Provision Of Services	0.00	0	0.00
3	Fidelity Insurance	Supply of Services	Provision Of Services	0.00	0	0.00
4	G4S Kenya Ltd	Supply of Services	Hospital Security Services	0.00	0	0.00
5	Kaps Ltd	Supply of Services	Provision Of Services	0.00	0	0.00
6	Kenmere Tours And Travel	Supply of Services	Lease Of Motor Vehicles	0.00	0	0.00
7	Nadupo Silan	Supply of Services	Garbage Collection	0.00	0	0.00
8	New Ranger & Catering Services	Supply of Services	-	0.00	0	0.00
9	Patiate Ole Moriaso	Supply of Services	Accrued Rent For Narok East Sub-County Offices	0.00	0	0.00
10	Ric Tech	Supply of Services	Consultancy services	661,200.00	0	661,200.00
11	Interthought	Supply of Services	Media Advisory Services	1,050,000.00	0	1,050,000.00
12	Regional Business Collection	Supply of Services	Revenue Collection	2,523,424.00	0	2,523,424.00
13	Okongo Omogeni&Co Advocates	Supply of Services	Legal Services	3,200,000.00	0	3,200,000.00
14	Icpsk	Supply of Services	Governance consultancy	3,500,000.00	0	3,500,000.00
15	Nation Media Group	Supply of Services	Adverts And Media Coverage	4,964,801.30	0	4,964,801.30
16	Maina Ngaruyia And Co Advocates	Supply of Services		5,648,651.00	0	5,648,651.00
17	Monniks Tours And Travel	Supply of Services	Hire Of Motor Vehicles	8,753,093.00	0	8,753,093.00
18	Somken Logistics	Supply of Services	Leasing Of Motor Vehicles	13,115,568.00	0	13,115,568.00
19	Lempish Limited	Supply of Services	Provision Of Services	17,500,000.00	0	17,500,000.00

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20	Kithinji Marete	Supply of Services	17,594,000.00	0	17,594,000.00
21	Soromwa	Supply of Services	17,602,950.00	0	17,602,950.00
22	Ict Fire	Supply of Services	21,700,058.00	0	21,700,058.00
23	Githiru And Co Advocates	Supply of Services	22,033,100.00	0	22,033,100.00
24	Aar Insurance	Supply of Services	49,179,140.00	0	49,179,140.00
25	Prof Tom Ojienda	Supply of Services	54,600,818.70	0	54,600,818.70
26	Emergency Plus Medical Services	Supply of Services	54,791,168.34	0	54,791,168.34
27	Contractual Gratuity Outstanding & Permanent Exits Final Pays	Supply of Services	210,597,268.00	0	210,597,268.00
28	Apex System Consulting Group Limited	Supply of Services	-	-	-
29	Arelink Ltd	Supply of Services	0.00	-	-
30	Narok Environmental Services	Supply of Services	-	-	-
31	Kimstat Marketing Intelligence & Statistical Consultants Ltd	Supply of Services	3,402,953.00		3,402,953.00
32	Planning Studio Ltd	Supply of Services	20,827,220.00		20,827,220.00
33	Sec And M	Supply of Services	49,000,000.00	2,000,000.00	47,000,000.00
			<b>582,245,413.34</b>	<b>2,000,000.00</b>	<b>580,245,413.34</b>
1	Achelis Material Handling	Supply of Goods	0.00	0	0.00
2	Casco Holdings Ltd	Supply of Goods	0.00	0	0.00
3	Kemsa	Supply of Goods	0.00	0	0.00

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			And Non-Farmaceuticals			
4	Naneiyo Contractors Lmt	Supply of Goods	Supply Of Food Stuff	0.00	0	0.00
5	Anntex Statiners	Supply of Goods	Supply Of Tonners	100,250.00	0	100,250.00
6	Belva Ltd	Supply of Goods	Supply of Tyres	437,500.00	0	437,500.00
7	Inceptive Solutions	Supply of Goods	Supply and delivery of tonners	964,450.00	0	964,450.00
8	Oakar Services	Supply of Goods	Survey Equipment Ltd	1,426,628.00	0	1,426,628.00
9	Loitan Co. It	Supply of Goods	Supply and delivery of fire proof safe and filling cabinets	1,940,000.00	0	1,940,000.00
10	Newbeg Group Holding Ltd	Supply of Goods	Supply Of Goods	2,691,780.00	0	2,691,780.00
11	Lion Ruler Enterprise Ltd	Supply of Goods	Supply Of Goods	2,923,200.00	0	2,923,200.00
12	Josvilla Company Ltd	Supply of Goods	Supply Of Goods	2,956,840.00	0	2,956,840.00
13	Nana Puan General Supplies	Supply of Goods	Supply Of Goods	2,990,190.00	0	2,990,190.00
14	Twincare	Supply of Goods	Supply Of Goods	2,990,190.00	0	2,990,190.00
15	Josrui Enterprises	Supply of Goods	Supply Of Goods	5,359,160.00	0	5,359,160.00
16	Newbeg Holdings Limited	Supply of Goods	Supply Of Tonners	5,896,800.00	0	5,896,800.00
17	Elementaita Pharmaceuticals	Supply of Goods	Supply Of Non Pharmaceuticals	17,790,681.00	0	17,790,681.00
18	Inceptive Solutions	Supply of Goods	Delivery Of Hp Cartridges	964,450.00		964,450.00
				<b>49,432,119.00</b>	<b>-</b>	<b>49,432,119.00</b>
1	Narok Rangers & Catering Services	Construction of roads and Civil Works	Repair Of Perimeter Fence Around The Stadium And Other Works	0.00	0	0.00

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2	Phoselex Enterprises	Construction of roads and Civil Works	Keekorok-Mara River	0.00	0	0.00
3	Stanlang Lmd	Construction of roads and Civil Works	Soket-Unisa Rd	897,705.00	0	897,705.00
4	Osiligi Transporters	Construction of roads and Civil Works	Wilson Dikir	(0.45)		(0.45)
5	Denrwa Enterprises	Construction of roads and Civil Works	Construction Of Aitong Mararianda (Section I) Road	-		-
6	Dld	Construction of roads and Civil Works	Construction Of Olkuroto – Olpusimori	-		-
7	Lekimana Enterprises	Construction of roads and Civil Works	Grading Of Kilgoris Town Roads Phase 1	-		-
8	Amasho Contractors Limited	Construction of roads and Civil Works	Naroosura Centre-Enturoto 14Km Road-Narok South Sub-County	0.00		-
9	Mara Joint Contractors Ltd	Construction of roads and Civil Works	Proposed Grading And Gravelling Works Of Kilgoris Roads Phase Ii	-		-
10	Mid Com General Agencies	Construction of roads and Civil Works	Extra Work At Nairege Enkare Koijong Road P331	-		-
11	Osiligi Transporters	Construction of roads and Civil Works	Keek Orok Airstrip	-		-
12	Overis Construction Ltd	Construction of roads and Civil Works	Routine Maintenance Of Oltanki-Booster-Osupukob Rd	0.00		-
13	Vibrant Construction Limited	Construction of roads and Civil Works	Routine Maintenance Of Oldanyati-Ogwedhi Road	0.00		-
14	Osiligi Transporters	Construction of roads and Civil Works	Orkiombo Air Strip	0.70		0.70

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15	Blockman Investment Ltd	Construction of roads and Civil Works	Sokwet-Kichabaa 9Km Road-Narok South Sub-County	40.00	40.00
16	G.M Hosana Ltd	Construction of roads and Civil Works	Routine Maintenace Of Enokopperial - Oololama -Sitet Road	320,436.00	320,436.00
17	Divice Building 7 & Civil Works	Construction of roads and Civil Works	Rehabilitation Of Chepinyiny –Olomiran Clst I	322,000.00	322,000.00
18	Slewey	Construction of roads and Civil Works	Routine Maintenance Of Chipnyiny-Oololua-Milimani Rd	380,000.00	380,000.00
19	Olopito Hardware	Construction of roads and Civil Works	Routine Maintenance Of Emarti-Kiridon Esoit-Olekwaya Rd	548,250.00	548,250.00
20	Skyfix Contractors Ltd	Construction of roads and Civil Works	Routine Maintenance Of Kilena-Ilkujuka-Munke-Olchamba-Olesentu Road	627,792.00	627,792.00
21	Geogad Enterprises	Construction of roads and Civil Works	Routin Maintenance Of Chebonei Pry-Raundanet Rd	1,061,789.00	1,061,789.00
22	Portland Builders And Gen Supplies	Construction of roads and Civil Works	Construction Of Commercial Bridge At Mogor River	1,756,000.00	1,756,000.00
23	Lesita Construction Ltd	Construction of roads and Civil Works	Renovation Of Municipal Chambers	1,805,500.00	1,805,500.00
24	Mara Joint Contractors Ltd	Construction of roads and Civil Works	Improvement And Gravelling Of Shartukokilgorisabbosish artuko Road-	2,450,000.00	2,450,000.00
25	Taiways Ltd	Construction of roads and Civil Works	Kipise High Sch-Oltepesi Rd	2,795,000.00	2,795,000.00

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26	Theophil Co Ltd	Construction of roads and Civil Works	Breweries-Iltwati-Mthankauta Rd	3,104,160.00	3,104,160.00	-
27	Nanare Group Ltd	Construction of roads and Civil Works	Construction of Perimeter fence along Narok County Referral	3,112,200.00	3,112,200.00	-
28	Sakwall Investments	Construction of roads and Civil Works	Nairegie-Ankare-Moshoro Rd	6,221,506.00		6,221,506.00
29	Powergraph Energies International Co. Ltd	Construction of roads and Civil Works	Ngoswani-Lemek-Laila Rd	3,165,600.00		3,165,600.00
30	Gensup And Contractors Ltd	Construction of roads and Civil Works	Kokot-Enoosupukia-Mpeuti-Ranke Rd	3,750,000.00	3,750,000.00	-
31	Dawn Of Wealth General Contractors Ltd	Construction of roads and Civil Works	Lelongo-Sintaka Rd	3,852,000.00	3,852,000.00	-
32	Lel Timber Products Enterprises Ltd	Construction of roads and Civil Works	Kurangurik Mkt-Sachangwan-Emiyot-Torochet Pry Rd	4,093,628.89		4,093,628.89
33	Colormill International Ltd	Construction of roads and Civil Works	Sakutiek-Olpejot-Rd	4,100,020.00		4,100,020.00
34	Blue Magic Ltd	Construction of roads and Civil Works	Construction Of Kenol Fool Bridge	4,226,204.00		4,226,204.00
35	Rammy Building & Civil Work	Construction of roads and Civil Works	Naikarra Mission-Osero-Lolerai-Irete Osarara-Enturoto 30Km Road-Narok West Sub-County	4,686,400.00	4,686,400.00	-
36	Jackweshy Enterprises Ltd	Construction of roads and Civil Works	Gravelling Wors On Tumbelio-Sitoka Road	4,950,300.00	4,950,300.00	-
37	Shovels&Travel Ltd	Construction of roads and Civil Works	Olchoboksei-Chesonoi 10Km Road-Transmara East (Emurua Dikirr) Sub-County	4,988,460.00		4,988,460.00
38	L'Kei Investment Limited	Construction of roads and Civil Works		5,120,008.00		5,120,008.00

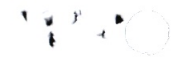
**County Government of Narok**  
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39	Oreteti Holdings Ltd	Construction of roads and Civil Works	Olosonkonyo Dispensary-Empatipat Pry-Loloiboti Pry Rd	5,380,000.00		5,380,000.00
40	Mix It Contractors	Construction of roads and Civil Works	Saparingo River Box Culvert – Kirindon Road	5,659,076.00	5,659,076.00	-
41	Articzone East Africa Kenya Ltd	Construction of roads and Civil Works	Nairegie-Ankare-Acrekumi-Lelongo-Moshoro Rd	5,965,999.00		5,965,999.00
42	Willmuck Investment	Construction of roads and Civil Works	Kapkoros-Mukentyi Roads	6,200,000.00		6,200,000.00
43	Denrwa Enterprises Ltd	Construction of roads and Civil Works	Rehabilitation And Improvement Of Katakala	6,497,080.00		6,497,080.00
44	Harshing Drilling	Construction of roads and Civil Works	Electrical -Katakala Water	6,502,588.00		6,502,588.00
45	Koroto Engineering Ltd	Construction of roads and Civil Works	Olmekenyu-Kass Fm(Section 1) Rd	6,800,000.00	6,800,000.00	-
46	Osiligi Transporters Ltd	Construction of roads and Civil Works	Ololulunga – Sogoo I	6,581,250.00	6,581,251.00	(1.00)
47	Stanlang Ltd	Construction of roads and Civil Works	Chesoan-Polytechnic-Mile 7 Rd	7,001,000.00		7,001,000.00
48	Jemitan Construction Ltd	Construction of roads and Civil Works	Construction Of Sekeneni Gate Keekorok Lodge	7,390,119.00		7,390,119.00
49	Leldo Co. Ltd	Construction of roads and Civil Works	Ncg/Roads/County/081/2020/2021	7,598,000.00	7,598,000.00	-
50	Osiligi Transporters Ltd	Construction of roads and Civil Works	Ololulunga – Sogoo Ii	7,677,824.90		7,677,824.90

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51	Blaire Properties Ltd	Construction of roads and Civil Works	Rehabilitation Of Maternity Blk Mosiro & Ongata	9,811,848.00		9,811,848.00
52	Jackaamo Co. Ltd	Construction of roads and Civil Works	Ncg/Roads/County/082/2020/2021	9,930,000.00		9,930,000.00
53	Mara Joint Contractors	Construction of roads and Civil Works	Erection Of Perimeter Wall & Stalls At Kilgoris Mkt Phs1	10,611,981.00		10,611,981.00
54	Taiways Ltd	Construction of roads and Civil Works	Olmotonyi-Onkuruk-Oliondo Rd	10,766,000.00	10,766,000.00	-
55	Simpet Construction Limited	Construction of roads and Civil Works	Construction Of A Standard Health Center At Nkararo Transmara	10,892,779.00	10,892,779.00	-
56	Denrwa Enterprises	Construction of roads and Civil Works	Aitong Mararianda Sect 1	10,959,999.00		10,959,999.00
57	Derwa Enterprises	Construction of roads and Civil Works	Olosokon Foot Bridge	11,434,323.00	11,434,323.00	-
58	Ojasso Pro-Builders Ltd	Construction of roads and Civil Works	Ngoswani-Olmocho Road	12,320,000.00		12,320,000.00
59	Lesita Construction Ltd	Construction of roads and Civil Works	Countruction Of Transmara South Sub-County Offices At Lolgorian	12,482,044.00	12,482,043.95	0.05
60	Pololet Ltd	Construction of roads and Civil Works	Expansion Works At Nairegie-Angare Sub-County Hosp	12,929,150.00		12,929,150.00
61	Haraf Traders Ltd	Construction of roads and Civil Works	Gravelling Works On Aitong-Mararianda Road	13,000,000.00	13,000,000.00	-

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62	Kibinico Enterprises Ltd	Construction of roads and Civil Works	Gravelling Of Olchoboseichebara Road	13,124,064.80		13,124,064.80
63	Haraf Traders Ltd	Construction of roads and Civil Works	Aitong Ngorengore S2	13,385,265.00		13,385,265.00
64	Phoselex Enterprises	Construction of roads and Civil Works	Routine Maint. Sekenani Gate/Keekorok Lodge 14Km	13,664,800.00	13,664,800.00	-
65	Samsara Stores Ltd	Construction of roads and Civil Works	Lelechonik Pry-Kaplea-Kaptorokwo Pry Sch Rd	14,007,000.00		14,007,000.00
66	Osiligi Transporters Ltd	Construction of roads and Civil Works	Sachangwan-Salambwek— Mwangaza	14,040,000.00		14,040,000.00
67	Osiligi Transporters Ltd	Construction of roads and Civil Works	Nkaroni –Siera Leon	14,406,000.00		14,406,000.00
68	Rammy Building & Civil Works	Construction of roads and Civil Works	Construction Of Mulot Foot Bridge	15,051,887.00	15,051,887.00	-
69	Lydo Construction Ltd	Construction of roads and Civil Works	Construction Of Junction C12Airstrip Katakala	16,389,593.25		16,389,593.25
70	Stanlang Ltd	Construction of roads and Civil Works	Murkan-Koita Pry-Kulonok-Kaptolol0 Rd	17,441,600.00		17,441,600.00
71	Divice Building And Civil Works	Construction of roads and Civil Works	Rehabilitation Of Mulot Water Project	17,560,000.00	17,560,000.00	-
72	Divice Building 7 & Civil Works	Construction of roads and Civil Works	Rehabilitation Of Water Project Emurwa Dikkir Clst	17,602,950.00		17,602,950.00
73	Olererut Contractors Limited	Construction of roads and Civil Works	Improvement And Gravelling Works On Olmekenyu Kass Fm Road(Section11)	18,188,000.00		18,188,000.00

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74	Osiligi Transporters Ltd	Construction of roads and Civil Works	Ololunga Main Road-Oloipangi Road	18,189,000.00	18,189,000.00	-
75	Koroto Engineering Ltd	Construction of roads and Civil Works	Construction Of Ololulunga-Olmekenyo Section 2	18,281,300.00	18,281,300.00	-
76	Mixit Contractor	Construction of roads and Civil Works	Proposed Grading And Gravelling Of Kamonka Ilichoroi	18,522,400.00		18,522,400.00
77	Osiligi Transporters Ltd	Construction of roads and Civil Works		18,587,000.00		18,587,000.00
78	Samka Holdings Ltd	Construction of roads and Civil Works	Gravelling Chebara Murkan Road	19,191,000.00		19,191,000.00
79	Jepcom Ventures	Construction of roads and Civil Works	Construction Of Nairegie Enkare-Ilkiragarien Rd	19,310,000.00		19,310,000.00
80	One Way Logistics	Construction of roads and Civil Works	Construction Of Ilkiragarien-Nkoriondo	19,403,000.00		19,403,000.00
81	Lemron Contractors Ea Ltd	Construction of roads and Civil Works	Junction C 12 – Majimoto Road	19,416,600.00		19,416,600.00
82	Shakers International Limited	Construction of roads and Civil Works	Improvement And Gravelling Works On Junction C11Majimoto Road 13Km	19,570,000.00		19,570,000.00
83	New Toner Catridges Ltd	Construction of roads and Civil Works	Improvement & Gravelling Of Talek-Aitong Road 36Km Sec	19,579,921.00		19,579,921.00

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84	Smooth Engineering Cons. Ltd	Construction of roads and Civil Works	Improvement And Gravelling Of Mara Safari Road	19,884,100.00		19,884,100.00
85	Denrwa Enterprises	Construction of roads and Civil Works	Construction Of Junction B3Ngorengore	19,923,700.00	19,923,700.00	-
86	Nyawaka Enterprises	Construction of roads and Civil Works	Kirindon-Kawai,Kanuka-Enchoroi,Saparingo Culverts	33,426,158.00	33,426,158.00	-
87	Mzalendo General Merchants	Construction of roads and Civil Works	Olalul-Olpiriki-Ololchani Rd	18,930,000.00	18,930,000.00	-
88	Mzalendo General Merchants	Construction of roads and Civil Works	Opusare-Mausa Road	18,730,000.00	18,730,000.00	-
89	Mzalendo General Merchants	Construction of roads and Civil Works	Nchurra-Olmogonge-Quarry Rd	17,650,000.00	17,650,000.00	-
90	Mzalendo General Merchants	Construction of roads and Civil Works	Olkurto Junction-Enesenkoyo	19,300,000.00	19,300,000.00	-
91	DflonaLimited	Construction of roads and Civil Works	Kanuka-Enkutoto Road	18,900,000.00	18,900,000.00	-
92	DflonaLimited	Construction of roads and Civil Works	Eor-Esimu Rd	18,500,000.00	18,500,000.00	-
93	DflonaLimited	Construction of roads and Civil Works	Duka moja Junction-Enariboo-Inkorienito Rd	18,900,000.00	18,900,000.00	-
			<b>Total</b>	<b>851,781,399.09</b>	<b>375,675,377.95</b>	<b>476,106,021.14</b>
1	Maasaen Ltd	Construction of Buildings	Construction Of Twin Theatre And Radiology	0.00	0	0.00

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			Department			
2	Cuma Refregeration Ltd	Construction of Buildings	Olulunga Covid 19 Isolation Wards	0.00		-
3	Brima Contractors	Construction of Buildings	Upgrading Of Emurua Dikirr Health Centre To Level 4 Hospital	17,999.05		17,999.05
4	Simpet Construction Limited	Construction of Buildings	Construction Of A Standard Health Center At Inkoirienito	77,931.00		77,931.00
5	Pololet Ltd	Construction of Buildings	Expansion Works At Lolgorian Sub-County Hosp	733,830.00		733,830.00
6	Jitegee Zaidi	Construction of Buildings	Construction of Donyo narasha class room	2,914,000.00		2,914,000.00
7	Lesita Construction Ltd	Construction of Buildings	Construction Of Subcounties Offices(Emurua Dikirr And Nairagie)	3,347,020.00		3,347,020.00
8	Vibrant Construction Limited	Construction of Buildings	Construction Of Narok County Medical School	4,751,706.00		4,751,706.00
			<b>Total</b>	<b>11,842,486.05</b>		<b>-</b>
			<b>Grand total</b>	<b>1,495,301,417.48</b>	<b>377,675,377.95</b>	<b>1,117,626,039.53</b>

CADRE	PENDING BILLS AS AT JUNE 30 <sup>TH</sup> 2023
GVN,CECS,COS, Up to dec 2020	54,739,527.90
Directors up to dec2020	30,666,019.57
Other contracted staff up to dec 2020	25,162,008.12
Youth polytechnic up to dec 2020	18,741,979.47
Maasai mara 19%- term two only	6,077,412.48
ECDS Contract 2 up to dec 2020	41,789,456.00
Exits- GVN director (Mr. koikai) term one	2,288,741.16
Exits –drivers p&p; others officers term 1&2	15,181,737.16
Exits –Term 2 & transfers of service	3,699,831.10
Devolved youth polytechnic Instructors (July 2015-May 2018	6,547,284.32
DICECE Devolved Tutors (15% employer contributions	5,703,269.98
TSC SECONDMENTS	
GOK SECONDMENTS	
<b>TOTAL</b>	<b>210,597,267.27</b>

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Annex 4 – Summary of Non-Current Asset Register

Asset Class	Historical Cost b/f (Kshs) Previous Year	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year (Kshs)	Historical Cost c/f (Kshs) 2023
Land	30,094,354,739	-			30,094,354,739
Buildings And Structures	5,187,446,122	798,293,592			5,985,739,714
Transport Equipment	552,922,189	59,650,000			612,572,189
Office Equipment, Furniture And Fittings	142,971,960	9,298,407			152,270,367
ICT Equipment	90,458,135	11,810,834			102,268,969
Machinery And Equipment	912,156,988	637,260,851			1,549,417,839
Heritage And Cultural Assets	-				-
Biological Assets	12,450,368				12,450,368
Intangible Assets	-	44,127,391			44,127,391
Infrastructure Assets- Roads, Rails	9,022,343,786	1,135,765,092			10,158,108,878
Work In Progress	-				-
<b>Total</b>	<b>46,015,104,287</b>	<b>2,696,206,165</b>	<b>-</b>	<b>-</b>	<b>48,711,310,452</b>

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 Annex 5 – 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.	Maasai mara community support fund	5,000,000	-	-	-	5,000,000	5,000,000	-	-
2.	Narok county bursary Fund	-	210,544,000	162,500,000	-	373,044,000	373,044,000	-	-
	<b>Total</b>	<b>5,000,000</b>	<b>210,544,000</b>	<b>162,500,000</b>	<b>-</b>	<b>378,044,000</b>	<b>378,044,000</b>	<b>-</b>	<b>-</b>

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**Director of Finance**  
**County Executive**