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REPORT

PAPERS LAID

DATE	16/10/2022
TABLED BY	Senate Majority Whip
COMMITTEE	_____
CLERK AT THE TABLE	M. ADJIBODUN

OF

THE AUDITOR-GENERAL

ON

**COUNTY ASSEMBLY OF
NAROK**

**FOR THE YEAR ENDED
30 JUNE, 2021**



NAROK COUNTY ASSEMBLY

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021**

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

NAROK COUNTY ASSEMBLY
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1. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The County is constituted as per the constitution of Kenya is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes 30 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards and 17 Nominated members to represent special groups. The MCAs are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

(b) Key Management

The Narok County Assembly's day-to-day management is under the following key organs:

No.	Designation	Name
1.	Speaker of the County Assembly	Nkoidila Ole Lankas
2.	Clerk of the County Assembly	John Mayiani Tuya
3.	Deputy Clerk	Justus Sinoyia Yiaile
4.	Principal Finance Officer	CPA. Peter Shakamae Tianta ,
5.	Principal Human Resource Officer	Gedion Langat

(c) Fiduciary Management

The key management personnel who held office during the year ended 30th June 2021 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Clerk of the County Assembly	John Mayiani Tuya
2.	Deputy Clerk	Justus Sinoyia Yiaile
3.	Principal Finance Officer	CPA. Peter Shakamae Tianta ,
4.	Principal Human Resource Officer	Gedion Langat

(d) Fiduciary Oversight Arrangements

In executing its mandate, the County Assembly has the following oversight committees:

- I. The County Assembly
- II. Public Accounts and Investments Committee
- III. Budget and Appropriation Committee

I. The County Assembly

The County Assembly of Narok has 30 civic elective wards each represented by a Member of County Assembly (MCA) at the Assembly. The Assembly has 47 MCAs including 17 Nominated County legislators. The Speaker who is elected by the MCAs heads it. The County Assembly is the legislative authority in the county. It also plays an oversight role in ensuring that the county resources are well allocated and well spent. The County Assembly is especially critical in the budgeting process. The MCAs meet every week in accordance with the Standing Orders of the County Assembly.

II. Public, Accounts and Investments Committee

In the Narok County Assembly, the Public Accounts and Investments Committee comprises of five members tabulated below: -

No.	Name	Position
1.	Hon. Kipas Lengues	Chairperson
2.	Hon. Wilson Metayia Murguyia	Vice Chairperson
3.	Hon. Mary Simat	Member
4.	Hon. Dominic Rakwa	Member
5.	Hon. Rahab Naisotue Kenana	Member

Mandate of the Committee

The County Assembly's Public and Investments Committee has the following oversight roles –

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

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Provided that the Committee shall not examine any of the following, namely:

- a. Matters of major County or National Government policy as distinct from business or commercial functions of the public investments;
- b. Matters of day-to-day administration; and,
- c. Matters for the consideration of which machinery is established by any special statute under which a particular county public investment is established.

III. Budget and Appropriation Committee

The Budget and Appropriation Committee carries an oversight role through the following functions: -

- a. Investigating and inquiring into and report on all matters related to coordination, control and monitoring of the county budget;
- b. Discussing and reviewing the estimates and make recommendations to the County Assembly;
- c. Examining the County Budget Policy Statement presented to the County Assembly;
- d. Examination of bills related to the County budget, including Appropriations bills; and
- e. Evaluation of tax estimates, economic and budgetary policies and programmes with direct budget outlays.

(e) Narok County Assembly Headquarters

P.O. Box 19 - 20500

Narok County Assembly Building,

Mau-Narok Road Narok Town,

NAROK, KENYA

(f) Narok County Assembly Contacts

Telephone: (254) 020688878

E-mail: narokcountyassembly@gmail.com

Website: www.narokassembly.go.ke

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(g) Narok County Assembly Bankers

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

(h) Independent Auditor

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

(i) Principal Legal Adviser

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

2. FORWARD BY THE CLERK OF THE NAROK COUNTY ASSEMBLY

The core mandate of County Assembly is to legislate and ensure good governance through the oversight role of the Assembly. For this to be achieved, budget provision is made to improve capacity for Members of County Assembly to make laws, fully participate in the Budget making process and also improve capacity for staff through capacity building programmes and also leveraging usage of information communication technology. These entails adequate funding to ensure that County Assembly efficiently and effectively fulfils constitutional functions in a representative system of County Government.

2.1 Budget Performance

The County Assembly was allocated a budget of **Kshs.924,790,000** in the **FY 2020/2021** which comprised of **Kshs.769,598,198** for recurrent expenditure and **Kshs.155,191,802** for Development Expenditure respectively.

Out of the sum allocated the County Assembly received from the exchequer Kshs.769,844,949 against an expenditure of Kshs.769,844,453 thus resulting to an absorption rate of 83%.

Operational Performance

The Narok County Assembly budget was approved as required by Law. The original budget was approved by the County Assembly on 15th June 2020 for the period 1st July 2020 to 30 June 2021 as required by law. The supplementary budget was approved on 21st April 2021. A high-level assessment of the Narok County Assembly actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison of budget and actual amounts included in these financial statements.

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2.1.1 Laws and Policies Passed during the Financial Year 2020/21

During the financial year 2020/2021, the Narok County Assembly passed the following (10) laws and regulations:

S/No.	Bill Passed	Objective of the Bill
1.	Appropriation Bill 2020	To authorize the issue of a sum of money out of the Narok County Revenue Fund and its application towards the service of the year ending on 30 th June, 2022, and to appropriate that sum and a sum voted on account by the County Assembly for certain public services and purposes
2.	Finance Bill 2020	To enable the County Government to raise revenue by imposing various charges, fees, rents and taxes among other.
3.	Annual Development Plan 2020	Provide County programmes
4.	County Fiscal Strategy Paper 2020	Provide departmental Ceiling that will and project revenues
5.	County review and Outlook Paper	Provide overview of the previous financial year Budget.
	Supplementary 1 Bill 2021	To authorize the issue of a sum of money out of the Narok County Revenue Fund and its application towards the service of the year ending on 30 th June, 2022, and to appropriate that sum and a sum voted on account by the County Assembly for certain public services and purposes
	Supplementary 1 Bill 2021	To authorize the issue of a sum of money out of the Narok County Revenue Fund and its application towards the service of the year ending on 30 th June, 2022, and to appropriate that sum and a sum voted on account by the County Assembly for certain public services and purposes
	Health Fund Bill 2020	To promote prudent utilization and management of resources in health facilities

2.1.2 Narok County Assembly Committees and Mandates

During the financial year 2020/2021, the Narok County Assembly had the following five (5) highlighted county assembly committees.

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S/No.	Name of Committee	Mandate	Successes
1.	Public, Investments and Accounts Committee (PIAC)	(a) Examination of the accounts showing the appropriations of the sum Voted by the County Assembly to meet the public expenditure and of such other accounts laid before the County Assembly as the Committee may think Fit. (b) Examination of the reports, accounts and workings of the county public investments; (c) Examination, in the context of the autonomy and efficiency of the county public investments, whether the affairs of the county public investments, are being managed in accordance with sound financial or business principles and prudent commercial practices:	Tabling and discussion of Auditor General's Reports
2.	Environment & Natural Resources Committee	Implementation of specific National Government policies on natural resources and environmental conservation, including soil and water conservation and forestry and control of air pollution, noise pollution, other public nuisances and outdoor advertising.	Development of the Narok County Climate Change Fund Act, 2021
3.	The Planning, Trade, Tourism And Co-Operatives Environment Committee	(a) All matters related to County Planning and Development, including statistics, Land survey and mapping, boundaries and fencing, housing and electricity and gas reticulation and energy regulation. (b) Trade development and regulation including markets, trade licenses (excluding regulation of professions), and fair trading practices, local tourism and cooperative societies.	Development of the Maasai Mara Community Support Fund (Amendment) Act, 2020
4.	Budget and Appropriations Committee	(a) Investigate, inquire into and report on all matters related to coordination, control and monitoring of the county budget; (b) Discuss and review the estimates and make recommendations to the County Assembly; (c) Examine the County Budget Policy Statement presented to the County Assembly;	Appropriation Bill 2020 Finance Bill 2020 Annual Development Plan 2020 County Fiscal Strategy Paper 2020

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		(d)Examine Bills related to the County budget, including Appropriations Bills; and (e)Evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlays.	County review and Outlook Paper Supplementary I Bill 2021 Supplementary II Bill 2021
5.	Finance and Economic Planning Committee Mandate	(a)To investigate, inquire into and report on all matters related to coordination, control and monitoring of the County revenue. (b)To investigate all matters relating to oversight of County Government expenditure and all County Funds management. (c)To examine Bills related to revenue collection including the Finance Bill. (d) To examine all the revenue reports and the revenue estimates and makes recommendations to the County Assembly. (e)To evaluate all Economic plans, policies and programs with direct effect on revenue mobilization.	Passing of: - Annual Development Plan 2020 County Fiscal Strategy Paper 2020 County review and Outlook Paper

2.2 Performance of key development projects

The Narok County Assembly managed to carry out the following development projects:

- Renovation of offices in the County Headquarters.
- Construction of ward offices was also done to reduce cost of renting offices at the ward level.

The County Assembly also managed to reduce the pending bills which were outstanding over the previous years.

2.3 Challenges

Despite all this the county assembly still faces the following challenges and constraints in budget implementation

- Delay in disbursement of funds from the Treasury.
- High public expectations.
- COVID 19 Pandemic

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**3. STATEMENT OF PERFORMANCE AGAINST NAROK COUNTY ASSEMBLY
 PREDETRMINED 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 Narok County Assembly in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity's performance against predetermined objectives.

The key mandate of the County Assembly of Narok is legislation, oversight, and representation. To achieve this, the assembly's program was document in terms of objective, key performance indicators, and output.

Below were the expected outputs of the assembly in FY 2020/2021

Summary of the Programme Outputs and Performance Indicators for FY 2020/21

Programme	Objective	Outcome	Indicator	Performance
Legislation and Representation				
Legislative Oversight	To provide a tool for monitoring progress of County Assembly programmes/policies and assures accountability, transparency and value for money goods and services.	Bills passed	Number of bills passed in a financial year	In FY. 2020/2021, Narok County Assembly passed 10 bills and County policies
County Co-ordination	To provide a tool for monitoring progress of County Assembly programmes/policies and assures accountability, transparency and value for money goods and services.	Meetings held to involve public in major decision making.	Number of meetings held.	In FY. 2020/2021, a total of 50 36 county coordination meetings were held

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2.5 Recommendation Way Forward

The County Assembly will in future ensure that there is good working relationship with the County Executive to enable timely disbursement of funds and settlement of pending bills.

The County Assembly will ensure sufficient funds are budgeted for construction of more offices at ward level to reduce the cost of hiring.

The County Assembly will in future ensure that more bills are passed as per the public expectations.

The County Assembly will continue to follow all guidelines on COVID 19 Pandemic.



Sign

John Mayiani Tuya

Clerk of the Narok County Assembly

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Research and Policy	To promote of research and policy formulation.	Research and policy proposals financed	Number of research and policy proposals financed in various fields.	During the financial year, 2 research and policy proposals financed
General Administration and Planning Services				
Administration	To provide effective and efficient coordination of support services to the attainment of county assembly strategic objectives.	Maintenance of proper accounting records that can enhance accountability and transparency in the management of public resources	The extent to which efficiency and effectiveness is achieved.	The administration services were well done during the financial year 2020/2021
Legal and Public Affairs	To provide effective and efficient coordination of support services to the attainment of county assembly strategic objectives.	Efficient communication and service delivery.	Improved information and communication technology infrastructure in the County Assembly.	The legal and public affairs services were well done during the financial year 2020/2021
Board Management Service	To provide effective and efficient coordination of support services to the attainment of county assembly strategic objectives.	To provide effective and efficient coordination of support services to the attainment of county assembly strategic objectives	County assembly service management policy. Guideline on implementation of pas developed and circulated within the assembly.	The County Assembly Service Board services were well done during the financial year 2020/2021

4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Narok County Assembly exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on three (3) pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

1. Sustainability strategy and profile -

The County Assembly sustainability is assured through the existence of County Governments Act 2012 that establishes the County Assemblies in Kenya. The top management especially the accounting officer should refer to sustainable efforts, broad trends in political and macroeconomic affecting sustainability priorities, reference to international best practices and key achievements and failure.

2. Employee welfare

The County Assembly Service Board as an employer is under obligation to provide free medical treatment or make provision for adequate medical care for its employees. The County Assembly Service Board shall provide medical cover as per the Salaries and Remuneration Commission advice. The amount of the cover will be determined by the County Assembly Service Board from time to time subject to SRC Circular in force.

Training programs comprise both short and long term courses in specific professions that are intended to impart required knowledge, skills and attitudes to enhance staff performance.

County Assembly Service Board design specific in-house training programs as a method of developing training interventions which address identified training needs. In designing training programs HRM&D should ascertain the availability of: -

- Professional qualified and experienced trainers;
- Training programs that are cost-effective; and
- An effective evaluation and feedback system to assess the impact of training on Performance.

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3. Market place practices-

The County Assembly did not carry out the market place practices since it is not its core mandate.

4. Community Engagements-

The Budget and Appropriations Committee provides guidance in the budgetary process. It is charged with the budget making process and ensuring that there is public participation in the budget process.

5. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Section 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer of Narok County Assembly to prepare financial statements in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Assembly; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2021, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

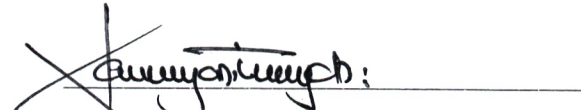
The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for which they were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

NAROK COUNTY ASSEMBLY
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County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

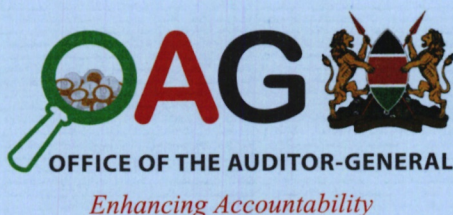
The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 23/02/ 2022.



John Mayiani Tuya
Clerk of the Narok County Assembly

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF NAROK FOR THE YEAR ENDED 30 JUNE, 2021

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Assembly of Narok set out on pages 1 to 28, which comprise the statement of financial assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and

a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the County Assembly of Narok as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the County Governments Act, 2012 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Variance between Integrated Financial Management Information System (IFMIS) Data and Financial Statements Balances

A comparison of balances reflected in the financial statements with IFMIS ledger revealed unreconciled variances as indicated below;

Particulars	Financial Statements Balance	IFMIS Balance	Variance
	30 June, 2021	30 June, 2021	
	(Kshs)	(Kshs)	(Kshs)
Compensation of Employees	449,516,572	380,155,173	69,361,398
Use of Goods and Services	244,753,858	203,823,698	40,930,160
Transfers to Other Government Entities	60,000,000	0	60,000,000
Acquisition of Assets (Annex 1)	15,574,023	19,003,105	(3,429,082)
Pending Accounts Payables	45,450,446	61,256,950	(15,806,504)
Other grants and transfers	0	750,000	(750,000)
General Provisions	0	148,350,514	(148,350,514)

Further, the statement of receipts and payments reflects Transfers to Other Government Entities expenditure of Kshs.60,000,000 which vary with the general ledger amount of Kshs.60,312,898 resulting to an unreconciled variance of Kshs.312,898.

Consequently, the accuracy of the financial statements for the year ended 30 June, 2021 could not be confirmed.

2. Unreconciled Transfers from County Treasury

The statement of receipts and payments reflects a balance of Kshs.769,844,949 in respect of transfers from County Executive. However, the amount is at variance with an

amount of Kshs.802,357,799 reflected in the County Executive records resulting to an unreconciled variance of Kshs.32,512,850.

In the circumstances, the accuracy and completeness of the transfer from County Treasury amounting to Kshs.769,844,949 could not be ascertained.

3. Unsupported Expenditure on Compensation of Employees

The statement of receipts and payments and as disclosed under Note 4 to the financial statements reflects expenditure on compensation of employees of Kshs.449,516,572.

However, analysis of the payrolls for the period revealed that an amount of Kshs.362,752,984 was incurred as employee costs resulting to an unreconciled variance of Kshs.86,763,588.

Consequently, the accuracy of compensation of employees expenditure of Kshs.86,763,588 for the year ended 30 June, 2021 could not be confirmed.

4. Undisclosed Bank Balances

As disclosed in Note 13A to the financial statements, the statement of financial assets and liabilities reflects a bank balance of Kshs.1,691. A review of the bank reconciliation statements for both Recurrent and Development bank accounts revealed the following anomalies:

- i. The bank reconciliation statement for Development Account reflects balance as per the bank statement of Kshs.15,574,023 while the certificate of bank balance provided for audit reflects nil balance as at 30 June, 2021 resulting to unreconciled variance of Kshs.15,574,023.
- ii. A separate Development accounts domiciled at the Central Bank of Kenya with nil balance as at 30 June, 2021 was not disclosed in the financial statements. Supporting documents such as bank reconciliation statements, certificates of bank balances and cash books were not provided for audit review.

In the circumstances, the accuracy and completeness of the cash and cash equivalent balance of Kshs.1,691 as at 30 June, 2021 could not be ascertained.

5. Unsupported Long Outstanding Payables

Annex 1 to the financial statements reflects pending accounts payable of Kshs.45,450,446 relating to 2019/2020 and earlier years. Management has not provided any explanation for failure to settle the bills as first charge in compliance with Regulation 41(2) of the Public Finance Management (County Governments) Regulations, 2015 which prioritize debt payments as a first charge. Further, the documentary evidence in support of pending accounts payable of Kshs.45,450,446 were not provided for audit review.

Further, contributions to Local Authorities Pensions Trust (LAPTRUST) of Kshs.24,272,287 have not been remitted and hence attracting a monthly interest of 3% amounting to Kshs.70,678,826 as at 30 June, 2021. The amount has not been disclosed as a pending staff payable.

In the circumstances, the reported pending account payables balance of Kshs.45,450,446 is understated by the omission of the contribution and interest in respect of LAPTRUST. The accuracy of the accounts payables as at 30 June, 2021 could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final budgeted receipts and actual amount on a comparable basis of Kshs.924,790,000 and Kshs.769,844,949 respectively, resulting in an under-collection of Kshs.154,945,051 or 17% of the budget. Similarly, the statement also reflects total expenditure budget of Kshs.924,790,000 against an actual expenditure of Kshs.769,844,453 resulting in overall under-expenditure of Kshs.154,945,051 or 17% of the approved budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given satisfactory explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury and Planning Circular for the year ended 30 June, 2021.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

Non-Compliance with One Third Basic Pay Rule

Audit of the County Assembly's monthly payrolls revealed that a total of one hundred and thirty-eight employees (138) employees officers were earning less than a third of their basic pay. This is contrary to Section D22(2) of the County Public Service Human Resource Manual and Section 19(3) of the Employment Act, 2007 which prohibits an employer from deducting from the wages of his employee at any one time not more than two-thirds of such wages.

Consequently, the Management is in breach of the law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

Lack of a Risk Management Policy

During the year under review, County Assembly 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.

In the circumstances, I am unable to confirm existence of risk management in the event of the risks crystallization.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 Assembly's ability to continue to sustain 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 Assembly 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 Assembly's 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 overall 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 overall 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

Assembly's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Assembly to cease to continue 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 Assembly to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, SBS
AUDITOR-GENERAL

Nairobi

14 June, 2022

NAROK COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

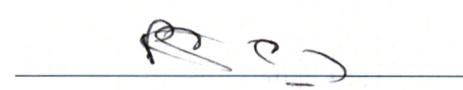
7. FINANCIAL STATEMENTS

7.1 STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2021

		2020/2021	2019/2020
	Note	KShs	KShs
RECEIPTS			
Transfers from the County Treasury/Exchequer Releases	1	769,844,949	722,000,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	7,780,000
TOTAL RECEIPTS		769,844,949	729,780,000
PAYMENTS			
Compensation of Employees	4	449,516,572	413,504,603
Use of goods and services	5	244,753,858	294,901,612
Subsidies	6	-	-
Transfers to Other Government Entities	7	60,000,000	314,093
Other grants and transfers	8	-	-
Social Security Benefits	9	-	-
Acquisition of Assets	10	15,574,023	21,372,590
Finance Costs	11	-	-
Other Payments	12	-	-
TOTAL PAYMENTS		769,844,453	730,092,898
SURPLUS/DEFICIT		496	(312,898)

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 23/02 2022 and signed by:


 Clerk of the Assembly
 Name: John Mayiani Tuya

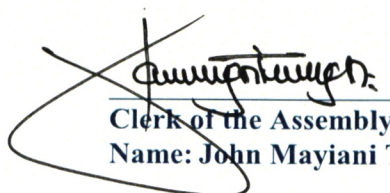

 Principal Finance Officer
 Name: Peter Shakamae Tianta
 ICPAK Member Number: 21251


NAROK COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.2 STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30 JUNE 2021

		2020/2021	2019/2020
FINANCIAL ASSETS	Note	KShs	KShs
Cash and Cash Equivalents			
Bank Balances	13A	1,691	1,195
Cash Balances	13B	-	-
Total Cash and cash equivalents		1,691	1,195
Accounts receivables – Outstanding Imprests	14	-	-
TOTAL FINANCIAL ASSETS		1,691	1,195
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	15	-	-
NET FINANCIAL ASSETS		1,691	1,195
REPRESENTED BY			
Fund balance b/fwd.	16	1,195	314,093
Surplus/Deficit for the year		496	(312,898)
NET FINANCIAL POSITION		1,691	1,195

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 23/02 2022 and signed by:


 Clerk of the Assembly
 Name: John Mayiani Tuya


 Principal Finance Officer
 Name: Peter Shakamae Tianta
 ICPAK Member Number: 21251


NAROK COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.3 STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

	Note	2020/2021 KShs	2019/2020 KShs
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	769,844,949	722,000,000
Other Receipts	3	-	7,780,000
Total Receipts		769,844,949	729,780,000
Payments for operating expenses			
Compensation of Employees	4	449,516,572	413,504,603
Use of goods and services	5	244,753,858	294,901,612
Subsidies	6	-	-
Transfers to Other Government Entities	7	60,000,000	314,093
Other grants and transfers	8	-	-
Social Security Benefits	9	-	-
Finance Costs	11	-	-
Other Payments	12	-	-
Total Payments		754,270,430	708,720,308
Adjusted for:			
Prior year adjustment	17	-	-
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	18	-	-
Increase/(Decrease) in Accounts Payable: (deposits and retention)	19	-	-
Net cash flows from operating activities		15,574,519	21,059,692
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	10	(15,574,023)	(21,372,590)
Net cash flows from investing activities		(15,574,023)	(21,372,590)
NET INCREASE IN CASH AND CASH EQUIVALENTS		496	(312,898)
Cash and cash equivalents at BEGINNING of the year	13	1,195	314,093
Cash and cash equivalent at END of the year		1,691	1,195

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 23/02 2022 and signed by:


 Clerk of the Assembly
 Name: John Mayiani Tuya

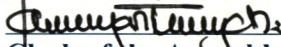

 Principal Finance Officer
 Name: Peter Shakamae Tianta
 ICPAK Member Number: 21251


NAROK COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

**7.4 STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT
 COMBINED**

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Utilization difference
	A	B	c=a+b	e=d-c	KShs	KShs
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	924,870,000	(80,000)	924,790,000	769,844,949	154,945,051	83%
Proceeds from Sale of Assets	-	-	-	-	-	-
TOTAL	924,870,000	(80,000)	924,790,000	769,844,949	154,945,051	83%
PAYMENTS						
Compensation of Employees	421,345,654	29,800,000	451,145,654	449,516,572	1,629,082	100%
Use of goods and services	258,647,544	(3,230,000)	255,417,544	244,753,858	10,663,686	96%
Subsidies	-	-	-	-	-	-
Transfers to Other Government Entities	60,080,000	(80,000)	60,000,000	60,000,000	-	100%
Social Security Benefits	-	-	-	-	-	-
Acquisition of Assets	184,796,802	(26,570,000)	158,226,802	15,574,023	142,652,779	10%
Finance Costs	-	-	-	-	-	-
Other Payments	-	-	-	-	-	-
TOTAL	924,870,000	(80,000)	924,790,000	769,844,453	154,945,547	83%
SURPLUS/ DEFICIT	-	-	-	496	(496)	

The County Assembly's financial statements were approved on 23/02/2022 and signed by:



 Clerk of the Assembly
 Name: John Mayiani Tuya

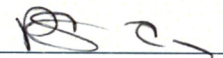

 Principal Finance Officer
 Name: Peter Shakamae Tianta
 ICPAK Member Number: 21251

7.5 STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization difference	% Utilization difference
	A	B	c=a+b	e=d-c	KShs	KShs
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	709,598,198	60,000,000	769,598,198	754,270,926	15,327,272	98%
Proceeds from Sale of Assets	-	-	-	-	-	-
TOTAL	709,598,198	(60,000,000)	769,598,198	754,270,926	15,327,272	98%
PAYMENTS						
Compensation of Employees	421,345,654	29,800,000	451,145,654	449,516,572	1,629,082	100%
Use of goods and services	258,647,544	(3,230,000)	255,417,544	244,753,858	10,663,686	96%
Subsidies	-	-	-	-	-	-
Transfers to Other Government Entities	-	60,000,000	60,000,000	60,000,000	-	100%
Social Security Benefits	-	-	-	-	-	-
Acquisition of Assets	29,605,000	(26,570,000)	3,035,000	-	3,035,000	0%
Other Payments	-	-	-	-	-	-
TOTAL	709,598,198	60,000,000	769,598,198	754,270,430	15,327,768	98%
SURPLUS/ DEFICIT	-	-	-	496	(496)	-

The County Assembly's financial statements were approved on 23/02/2022 and signed by:

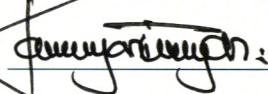

 Clerk of the Assembly
 Name: John Mayiani Tuya

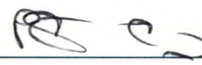

 Principal Finance Office
 Name: Peter Shakamae Tianta
 ICPAK Member Number: 21251

7.6 STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Utilization difference
	A	B	c=a+b	e=d-c	KShs	KShs
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	215,271,802	(60,080,000)	155,191,802	15,574,723	139,617,079	10%
Proceeds from Sale of Assets	-	-	-	-	-	-
TOTAL	215,271,802	(60,080,000)	155,191,802	15,574,723	139,617,079	10%
PAYMENTS						
Compensation of Employees	-	-	-	-	-	-
Use of goods and services	-	-	-	-	-	-
Subsidies	-	-	-	-	-	-
Transfers to Other Government Entities	60,080,000	(60,080,000)	-	-	-	-
Social Security Benefits	-	-	-	-	-	-
Acquisition of Assets	155,191,802	-	155,191,802	15,574,023	139,617,779	10%
Finance Costs	-	-	-	-	-	-
Other Payments	-	-	-	-	-	-
TOTAL	215,271,802	(60,080,000)	155,191,802	15,574,023	139,617,779	10%
SURPLUS/ DEFICIT	-	-	-	700	(700)	

The County Assembly's financial statements were approved on 23/02/2022 and signed by:


 Clerk of the Assembly
 Name: John Mayiani Tuya


 Principal Finance Officer
 Name: Peter Shakamae Tianta
 ICPAK Member Number: 21251

7.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	% Budget Utilization Difference
	KShs	KShs	KShs	KShs	KShs
Programme 1: Legislation and Representation	610,369,398	6,802,000	617,171,398	603,601,935	98%
SP 1.1: County Assembly Headquarters	309,209,230	(6,173,752)	303,035,478	302,252,140	100%
SP 1.2: Office of the Speaker	13,960,000	(35,000)	13,925,000	11,202,511	80%
SP 1.3: County Assembly Administration	257,079,624	(1,519,248)	255,560,376	252,061,108	99%
SP 1.4: County Assembly Legislature	8,700,000	10,300,000	19,000,000	12,698,844	67%
SP 1.5: Finance Management Services	14,820,000	(4,750,000)	10,070,000	9,887,300	98%
SP 1.6: Policy and Research	6,600,544	8,980,000	15,580,544	15,500,032	99%
Programme 2: General Administration and Planning and Support Services	314,500,602	(6,882,000)	307,618,602	166,242,518	54%
SP 2.1: Administrative Services	62,916,800	8,000,000	70,916,800	69,922,475	99%
SP 2.2: County Assembly Service Board	16,400,000	(3,400,000)	13,000,000	12,440,000	96%
SP 2.3: Procedure and Committee Services	79,992,000	(11,482,000)	68,510,000	68,306,020	100%
SP 2.4: County Assembly Development	155,191,802		155,191,802	15,574,023	10%
Total Expenditure of vote	924,870,000	(80,000)	924,790,000	769,844,453	83%

7.8 SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The statement of assets and liabilities, although not a requirement of the IPSAS Cash Standard, has been included to disclose information on receivables and payables.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the entity all values are rounded to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

2. Reporting entity

The financial statements are for the Narok County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

i) Transfers from the Exchequer/ County Treasury

Transfer from Exchequer is recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ii) Other Receipts

Other receipts relate to receipts such as tender fees among others. These are recognised in the financial statements when the associated cash is received.

b) Recognition of payments

The entity recognises all expenses when the event occurs and the related cash has actually been paid out by the entity.

i) Compensation of employees

Salaries and Wages, Allowances, Statutory Contribution for employees are recognized in the period when the compensation is paid.

ii) Use of goods and services

Goods and services are recognized as payments in the period when the goods/services are consumed and paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

iii) Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

4. In-kind contributions

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. Third Party Payments

This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program, a donor may pay directly for construction of a given market etc. Details of payments by third parties on behalf of the county government is detailed in the notes to this financial statement.

6. Cash and cash equivalents

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

Restriction on cash

There were no restrictions on cash during the year.

7. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

8. Accounts Payable

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.

9. Non-current assets

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Pending bills

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

11. 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 Narok County Assembly; or
- b) A present obligation that arises from past events but is not recognised because:
 - (i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - (ii) The amount of the obligation cannot be measured with sufficient reliability.

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

The Narok County Assembly does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Annex 6 of this financial statement is a register of the contingent liabilities in the year.

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

12. Contingent Assets

The Narok County Assembly 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 Narok County Assembly 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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

13. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The Narok County Assembly budget was approved as required by Law. The original budget was approved by the County Assembly on 15th June 2020 for the period 1st July 2020 to 30 June 2021 as required by law. There was only one supplementary budget approved on 21st April 2021. A high-level assessment of the Narok County Assembly actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

14. Comparative figures

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

15. Subsequent events

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

16. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

17. Related party transactions

Related party transactions involve cash and in-kind transactions with the National Government, National Government entities and County Government entities. Specific information with regards to related party transactions is included in the disclosure notes.

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7.9 NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM THE COUNTY TREASURY/EXCHEQUER RELEASES

	2020/2021	2019/2020
	KShs	KShs
Transfers from the County Treasury for Q1	50,000,000	78,000,000
Transfers from the County Treasury for Q2	222,300,000	265,000,000
Transfers from the County Treasury for Q3	102,878,470	115,000,000
Transfers from the County Treasury for Q4	394,666,479	264,000,000
Cumulative Amount	769,844,949	722,000,000

2. PROCEEDS FROM SALE OF ASSETS

	2020/2021	2019/2020
	KShs	KShs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Total	-	-

3. OTHER RECEIPTS

	2020/2021	2019/2020
	KShs	KShs
Tender fees received	-	-
Other Receipts II	-	7,780,000
Other Receipts III	-	-
Other Receipts IV	-	-
Total	-	7,780,000

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. COMPENSATION OF EMPLOYEES

	2020/2021	2019/2020
	KShs	KShs
Basic salaries of permanent employees	240,374,203	216,245,820
Basic wages of temporary employees	31,384,091	19,457,961
Personal allowances paid as part of salary	144,422,052	146,176,490
Personal allowances paid as reimbursements	-	-
Personal allowances provided in kind	-	-
Pension and other social security contributions	8,469,842	30,874,333
Compulsory national social security schemes	777,800	750,000
Compulsory national health insurance schemes	-	-
Social benefit schemes outside government	-	-
Gratuity	24,088,584	-
Total	449,516,572	413,504,603

5. USE OF GOODS AND SERVICES

	2020/2021	2019/2020
	KShs	KShs
Utilities, supplies and services	304,341	-
Communication, supplies and services	8,000	-
Domestic Travel and Subsistence	152,741,357	171,374,908
Foreign Travel and Subsistence	-	-
Printing, advertising and information supplies & services	-	1,561,256
Rentals of produced assets	3,254,890	7,615,000
Training expenses	50,000	3,047,235
Hospitality supplies and services	11,028,538	20,845,682
Insurance costs	21,942,655	14,308,492
Specialized materials and services	30,000	11,379,243
Office and general supplies and services	-	706,222
Fuel Oil and Lubricants	3,000,000	2,530,000
Other operating expenses	1,757,877	57,060,261
Ward Office Expenses	45,643,440	-
Contribution to Other Parliamentary Associations	750,000	-
Routine maintenance – vehicles and other transport equipment	4,242,760	4,473,314
Total	244,753,858	294,901,612

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. SUBSIDIES

Description	2020/2021	2019/2020
	KShs	KShs
Subsidies to County Corporations	-	-
	-	-
	-	-
Subsidies to Private Enterprises	-	-
	-	-
	-	-
	-	-
TOTAL	-	-

7. TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2020/2021	2019/2020
	KShs	KShs
Transfers to National Government entities	-	314,093
Transfers to other County Assembly entities	60,000,000	-
TOTAL	60,000,000	314,093

8. OTHER GRANTS AND TRANSFERS

	2020/2021	2019/2020
	KShs	KShs
Scholarships and other educational benefits	-	-
Membership Fees and Dues and Subscriptions to Organizations	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. SOCIAL SECURITY BENEFITS

	2020/2021	2019/2020
	KShs	KShs
Government pension and retirement benefits	-	-
Social security benefits in cash and in kind	-	-
Employer Social Benefits in cash and in kind	-	-
Total	-	-

10. ACQUISITION OF ASSETS

Non- Financial Assets	2020/2021	2019/2020
	KShs	KShs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	15,574,023	10,155,197
Construction of Roads	-	-
Construction and Civil Works	-	-
Overhaul and Refurbishment of Construction and Civil Works	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and Equipment	-	5,143,199
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation of Civil Works	-	-
Purchase of ICT Equipment	-	6,074,194
Acquisition of Strategic Stocks and commodities	-	-
Acquisition of Other Inventories	-	-
Acquisition of Land	-	-
Total purchase of non-financial assets	15,574,023	21,372,590
Financial Assets		
Domestic Public Non-Financial Enterprises	-	-
Domestic Public Financial Institutions	-	-
Total purchase of financial assets	-	-
Total	15,574,023	21,372,590

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. FINANCE COSTS

	2020/2021	2019/2020
	KShs	KShs
Bank Charges	-	-
Exchange Rate Losses	-	-
Other Finance costs	-	-
Interest on borrowings	-	-
Total	-	-

12. OTHER PAYMENTS

	2020/2021	2019/2020
	KShs	KShs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Capital Transfers to Non-Financial Public Enterprises	-	-
Capital Transfer to Public Financial Institutions and Enterprises	-	-
Capital Transfers to Private Non-Financial Enterprises	-	-
Total	-	-

13. CASH AND BANK BALANCES

13A. BANK BALANCES

Name of Bank, Account No. & Currency	Type of account	2020/2021	2019/2020
		KShs	KShs
<i>Central Bank ,Acc.No. 1000286601</i>	Development Account	700	-
<i>Central Bank ,Acc.No. 1000198467</i>	Recurrent Account	991	1,195
	Deposits Account	-	-
Total		1,691	1,195

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13B. CASH IN HAND

	2020/2021	2019/2020
	KShs	KShs
Cash in Hand – Held in domestic currency	-	-
Cash in Hand – Held in foreign currency	-	-
Total	-	-

Description	2020/2021	2019/2020
	KShs	KShs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Total	-	-

14. ACCOUNTS RECEIVABLE

Description	2020/2021	2019/2020
	KShs	KShs
Government Imprests	-	-
Clearance Accounts	-	-
Staff Advances	-	-
Other Advances	-	-
Total	-	-

15. ACCOUNTS PAYABLE

Description	2020/2021	2019/2020
	KShs	KShs
Deposits	-	-
Retentions	-	-
Total	-	-

16. FUND BALANCE BROUGHT FORWARD

Description	2020/2021	2019/2020
	KShs	KShs
Bank accounts	1,195	314,093
Cash in hand	-	-
Accounts Receivables	-	-
Accounts Payables	-	-
Total	1,195	314,093

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments during the year relating to prior periods	Adjusted Balance b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Total	-	-	-

18. CHANGES IN RECEIVABLE

Description of the error	2020 - 2021	2019 - 2020
	KShs	KShs
Outstanding Imprest as at 1 st July 2020 (A)	-	-
Imprest issued during the year (B)	45,529,600	25,733,009
Imprest surrendered during the Year (C)	45,529,600	25,733,009
Net changes in account receivables D= A+B-C	-	-

19. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description of the error	2020 - 2021	2019 - 2020
	KShs	KShs
Deposit and Retentions as at 1 st July 2020 (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7.10 OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

	Balance b/f FY 2019/2020	Additions for the period	Paid during the year	Balance c/f FY 20120/2021
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	8,516,122	15,574,023	15,574,023	8,516,122
Construction of civil works	-	-	-	-
Supply of goods	4,285,690	3,000,000	3,000,000	4,285,690
Supply of services	32,648,634	28,997,632	28,997,632	32,648,634
Total	45,450,446	47,571,655	47,571,655	45,450,446

2. PENDING STAFF PAYABLES (See Annex 2)

	Balance b/f FY 2019/2020	Additions for the period	Paid during the year	Balance c/f FY 20120/2021
Description	Kshs	Kshs	Kshs	Kshs
Senior management				
Middle management				
Unionisable employees				
Others				
Total				

3. OTHER PENDING PAYABLES (See Annex 3)

	Balance b/f FY 2019/2020	Additions for the period	Paid during the year	Balance c/f FY 20120/2021
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-
Amounts due to third parties	-	-	-	-
Total	-	-	-	-

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4. EXTERNAL ASSISTANCE

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
External assistance received in cash	-	-
External assistance received as loans and grants	-	-
External assistance received in kind- as payment by third parties	-	-
Total	-	-

a) External assistance relating loans and grants

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
Total	-	-

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	FY 2020/2021	FY 2019/2020
Description		Kshs	Kshs
Undrawn external assistance - loans		-	-
Undrawn external assistance - grants		-	-
Total		-	-

c) Classes of providers of external assistance

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

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d) Non-monetary external assistance

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
Goods	-	-
Services	-	-
Total	-	-

e) Purpose and use of external assistance

PAYMENTS MADE BY THIRD PARTIES	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
Compensation of Employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to Other Government Units	-	-
Other grants and transfers	-	-
Social Security Benefits	-	-
Acquisition of Assets	-	-
Finance Costs, including Loan Interest	-	-
Repayment of principal on Domestic and Foreign borrowing	-	-
Other Payments	-	-
TOTAL	-	-

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

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

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5. PAYMENTS BY THIRD PARTY ON BEHALF OF THE COUNTY

a) Classification by Source

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

b) Classification of payments made by Third Parties by Nature of expenses

PAYMENTS MADE BY THIRD PARTIES	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
Compensation of Employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to Other Government Units	-	-
Other grants and transfers	-	-
Social Security Benefits	-	-
Acquisition of Assets	-	-
Finance Costs, including Loan Interest	-	-
Other Payments	-	-
TOTAL	-	-

6. RELATED PARTY DISCLOSURES

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS. The following comprise of related parties to the County Assembly:

- Members of County Assembly;
- Key management personnel that include the Clerk of the Assembly and heads of departments;
- The County Executive;
- County Ministries and Departments;
- Other County Government entities including corporations, funds and boards;
- The National Government;
- Other County Governments; and
- State Corporations and Semi-Autonomous Government Agencies.

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Related party transactions:

	2019- 2020	2020- 2021
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	181,479,860	192,279,744
Key Management Compensation (Clerk and Heads of departments)	38,518,478	38,529,150
Total Compensation to Key Management	219,998,338	230,808,894
Transfers to related parties		
Transfers to other County Government Entities such as car and mortgage schemes	-	60,000,000
Transfers to County Corporations	-	-
Transfers to non-reporting entities e.g. ECD centres, welfare centres etc.	-	-
Total Transfers to related parties	-	60,000,000
Transfers from related parties		
Transfers from the County Executive- Exchequer	729,780,000	709,844,949
Payments made on behalf of the County Assembly by other Government Agencies	-	-
Total Transfers from related parties	729,780,000	769,844,949

7. Contingent assets and contingent liabilities

Contingent liabilities	2020/2021	2019/2020
	KShs	KShs
Court case against the Assembly	-	-
Bank guarantees	-	-
Contingent liabilities arising from PPPs	-	-
Total	-	-

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8. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No.	Issue / Observations Title	Issue / Observations from Auditor	Management comments	Focal Point Person to Resolve the issue	Status:	Tim frame
					<i>(Resolved / Not Resolved)</i>	
1	Fixed Assets	The summary of fixed assets register at Annex 4 to the financial statements reflects assets with a historical cost of Kshs.127,612,045. However, the balance includes buildings and structures valued at Kshs.81,306,051 built on land of undetermined value which is not owned by the County Assembly.	The buildings were formally owned by the Narok Municipal Council and partly handed over to Narok County Assembly. However, we have taken note of the auditor's observations and rectified the disclosure in the financial statements accordingly.	County Assembly Clerk	Not resolved (Awaiting Auditor General's Certificate)	Immediately after audit certificate is issued
2	Unsupported Pending Bills	Annexure 1 to the financial statements reflects pending bills amounting to Kshs.45,450,446 which were outstanding as at 30 June, 2020. However, individual suppliers' files, Acceptance and Inspection Committee minutes and creditors aging analysis were not provided for audit review. Failure to settle bills during the year to which they relate distorts the financial statements and adversely affects the budgetary provisions for the subsequent year as they form a first charge.	The bills have been verified by a pending bills committee and certified legible. Failure to settle the bills when due was occasioned by non-disbursement of funds by National Treasury as budgeted.	County Assembly Clerk	Not resolved (Awaiting Auditor General's Audit Report on Pending Bills carried out in FY. 2020/2021)	Immediately after pending bills audit report is issued

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3	Omitted Prior Year Balance	The statement of receipts and payments reflects a nil comparative balance under transfers to other Government entities while the audited financial statements for the financial year 2018/2019 reflected an amount of Kshs.198,499 in respect of transfers to other Government entities. The resultant difference of Kshs.198,499 was not explained or reconciled.	The observed errors are rectified and the financial statements amended as per the auditor's recommendations	County Assembly Clerk	Not resolved (Awaiting Auditor General's Certificate)	Immediately after audit certificate is issued
4	Unsupported Expenditure on Use of Goods and Services	The statement of receipts and payments reflects an expenditure of Kshs.294,901,612 under use of goods and services which, as disclosed in Note 5 to the financial statements, includes an amount of Kshs.171,374,908 incurred on travel and subsistence allowances. However, the payment vouchers were not fully supported with approvals, attendance schedules and request for invitations.	Supporting documentation for the travel and subsistence allowances disclosed in the financial statements are made available.	County Assembly Clerk	Not resolved (Awaiting Auditor General's Certificate)	Immediately after audit certificate is issued
		Included in the expenditure of Kshs.294,901,612 under use of goods and services is also an amount of Kshs.7,615,000 relating to rentals of produced assets which in turn includes an amount of Kshs.6,300,000 paid for rent of Ward Offices for all Members of the County Assembly. However, the payments were not supported by lease agreements and other relevant procurement documents. Further, the method used to identify the Ward Offices and determine the rent payable could not be ascertained.	Supporting documentation for the ward offices rents disclosed in the financial statements are made available.	County Assembly Clerk	Not resolved (Awaiting Auditor General's Certificate)	Immediately after audit certificate is issued

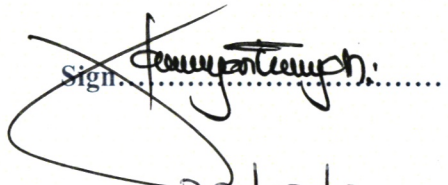
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5	Procurement Budget Allocations	During the 2019/2020 financial year, the County Assembly had a budget of Kshs.151,723,495 in its procurement plan. However, review of procurements awarded during the financial year revealed that Management did not allocate thirty per cent (30%) of the procurements to women, youth, persons with disabilities and other disadvantaged groups contrary to the provisions of Section 53(6) of the Public Procurement and Asset Disposal Act, 2015.	The observed noncompliance is noted. Going forward, we have put structures in place to ensure full compliance to Section 53(6) of the Public Procurement and Asset Disposal Act, 2015.	County Assembly Clerk	Resolved	Special groups already included in the procurement plan
6	Payment of Staff Outside IPPD	As reported in the previous year, examination of the payroll revealed that the County Assembly of Narok incurred a net salary of Kshs.150,249,096 out of which Kshs.85,728,516 or 57% was paid outside the IPPD System. No reasons were provided why some of the employees' salaries were not processed through the IPPD System.	Salary payments outside IPPD relate to temporary ward staff and Members of County Assembly who do not have IPPD numbers .	County Assembly Clerk	Not resolved (Awaiting Auditor General's Certificate)	Immediately after audit certificate is issued
7	Staff Ethnic Composition	As reported in the previous year, the list of ethnic composition of the staff of County Assembly of Narok was not provided for audit. It was therefore not possible to confirm whether County Assembly of Narok complied with Section 7(2) of the National Cohesion and Integration Act, 2008 which stipulates that no public establishment shall have more than one third of its staff from one ethnic community.	The observed noncompliance is noted. Going forward, we have put structures in place to ensure full compliance to Section 7(2) of the National Cohesion and Integration Act, 2008.	County Assembly Clerk	Not Resolved	Awaiting staff exits

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		The Statement of Changes in Net Assets as at 30 June 2020 does not have the closing balance as at 30 June 2020.				
8	Lack of Audit Committee	The County Assembly had not constituted an Audit Committee, contrary to Regulation 167 of the Public Finance Management (County Governments) Regulations, 2015 which requires each public entity to establish an Audit Committee.	The observed noncompliance is noted. Going forward, we will ensure full compliance to Regulation 167 of the Public Finance Management (County Governments) Regulations, 2015.	County Assembly Clerk	Not Resolved	Immediately after audit certificate is issued

Clerk of the County Assembly

Sign. .....
 Date.....23/02/2022.....

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ANNEXES

ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

Suppliers of Goods	Date Contracted	Original Amount	Balance at the beginning of the year	Addition During the year	Amount Paid To-Date	Outstanding Balance as at 30th June 2021	Comments
Supply Of Services			a	b	c	d=a+b-c	
The star	1st July 2018	1,368,910	522,725	-	-	522,725	
The standard	4th sept 2018	1,131,232	615,496	-	-	615,496	
chambai hotel	1st July 2018	540,000	450,000	-	-	450,000	
Lexington hotel	30th October 2018	1,502,195	349,395	-	-	349,395	
Safaricom Ltd	28th Jan 2019	1,058,857	515,865	-	-	515,865	
Institute for capacity building[INCAD]	5th Nov. 2018	4,869,070	927,070	-	-	927,070	
Centre for parliamentary studies [CPST]	1st July 2018	1,150,132	980,632	-	-	980,632	
Kenya institute of management[KIM]	1st July 2018	232,000	232,000	-	-	232,000	
Synergy development system	1st July 2018	1,043,420	1,043,420	-	-	1,043,420	
Kenya school of government	7th Jan. 2019	623,060	230,000	-	-	230,000	
ICPAK	15th Dec. 2018	1,963,250	1,018,500	-	-	1,018,500	
ICPSK	1st July 2018	550,000	550,000	-	-	550,000	
Kamwaro and advocates	1st July 2018	4,791,600	3,101,724	-	-	3,101,724	
Axis promedia ltd	10th Oct. 2018	9,597,638	531,069	-	-	531,069	
Asano and associates	1st July 2018	880,000	4,500,000	-	-	4,500,000	

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Maina ngaruyia and co. advocates	16th Aug 2018	4,982,243	3,254,243	1,757,877	1,757,877	3,254,243
Charles koech advocates	1st Jan. 2018	1,540,000	1,540,000	-	-	1,540,000
Toyota bhogals narok	22th Oct. 2018	537,935	107,495	-	-	107,495
Teco fedy	22th Aug 2018	742,190	352,700	-	-	352,700
C.M.C motors	25th Jan. 2019	1,380,530	480,073	1,040,198	1,040,198	480,073
Kenya power	1st July 2018	10,831	10,831	-	-	10,831
Kosen safaris	22th Oct. 2018	5,625,370	2,565,795	-	-	2,565,795
Empress cleaning services	1st July 2018	1,050,000	1,050,000	-	-	1,050,000
Nation media group ltd	17th Jan. 2019	1,012,680	110,200	-	-	110,200
Institute of Internal Auditors	16th Aug 2019	500,000	390,000	-	-	390,000
J.Martim And Advocates	1st July 2018	2,500,000	1,250,000	-	-	1,250,000
Institute of Human Resource Management	2nd May 2019	249,400	249,400	-	-	249,400
Records management solution experts	29th Jan. 20	90,000	90,000	-	-	90,000
Kanash Enterprises	1st July 17	960,000	240,000	-	-	240,000
Rehoboth Marketing Agency Ltd	28 th June 2021	-	-	1,900,000	1,900,000	-

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	28 th June 2021	-	-	-	1,833,000	1,833,000	-
Bei Investment Limited	28 th June 2021	-	-	-	1,833,000	1,833,000	-
Mudemb Auto Paints Garage	28 th June 2021	-	-	-	1,009,570	1,009,570	-
Decimal Six Limited	28 th June 2021	-	-	-	304,341	304,341	-
C.I.C Health Insurance	28 th June 2021	-	-	5,250,712	14,791,43	20,042,655	-
Society of Clerks at the table	28 th June 2021	-	-	-	750,000	750,000	-
Pewin Motor Ltd	28 th June 2021	-	-	-	359,992	359,992	-
Sub Total		69,332,699	32,648,634	28,997,633	28,997,632	32,648,634	

SUPPLY OF GOODS	Date Contracted	Original Amount	Balance at the beginning of the year	Addition During the year	Amount Paid To-Date	Outstanding Balance As at 30th june 2021	Comments
			a	b	c	d=a-c	Comments
Maish bazaar	1 st July 2018	861,716	485,200	-	-	485,200	
MFI document solution	1 st July 2018	2,350,000	600,000	-	-	600,000	
Amasho contractors	1 st July 2018	399,500	399,500	-	-	399,500	
Fairdeal furniture	1 st July 2018	3,146,645	873,990	-	-	873,990	
	25 th June 2019			-	-		
Maximex Solution Ltd.		1,927,000	1,927,000			1,927,000	
Kobil Lead Time Energy	6 th Aug 2020	-	-	2,000,000	2,000,000	-	
Orwas Ventures Ltd	6 th April 2021	-	-	1,000,000	1,000,000	-	

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Sub Total	8,684,861	4,285,690	3,000,000	3,000,000	4,285,690	4,285,690	
Construction of Buildings	Date Contracted	Original Amount	Balance at the beginning of the year	Addition During the year	Amount Paid To-Date	Outstanding Balance As at 30th June 2021	Comments
			a	b	c	d=a+b-c	
Da-cream contractors ltd.		3,665,067	107,438			107,438	
Talek mara enterprises.		2,351,960	1,406,960			1,406,960	
Majipito investment company.	23/3/2019	2,714,117	971,865			971,865	
Samoha contractors ltd.	25/3/2019	2,325,840	410,748			410,748	
Safi construction and transport ltd.	17/9/2019	11,409,615	4,416,089	7,792,921	7,792,921	4,416,089	
Tonik Contractors	25/3/2019	3,938,461	1,203,023			1,203,023	
Towfiq Building and Construction	24/09/2018			2,354,309	2,354,309	-	
Al-Rashid Contractors				1,796,232	1,796,232	-	
Naisan Suppliers and Construction	15 th Jan 2021			2,019,902	2,019,902	-	
Seelano Co. Limited	15 th Jan 2021			1,610,660	1,610,660	-	
Sub Totals		26,405,060	8,516,122	15,574,023	15,574,023	8,516,122	
GRAND TOTALS		104,422,620	45,450,446	47,571,655	47,571,655	45,450,446	

NAROK COUNTY ASSEMBLY
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ANNEX 2 – ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2020/2021	Outstanding Balance 2019/2020	Comments
			a	b	c=a-b		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others							
10.							
11.							
12.							
Sub-Total							
Grand Total							

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ANNEX 3 – ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2020/2021	Outstanding Balance 2019/2020	Comments
			a	b	c=a-b		
Amounts due to National Govt. Entities							
1.							
2.							
3.							
	Sub-Total						
Amounts due to County Govt. Entities							
4.							
5.							
6.							
	Sub-Total						
Amounts due to Third Parties							
7.							
8.							
9.							
	Sub-Total						
Others							
10.							
11.							
12.							
	Sub-Total						
	Grand Total						

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ANNEX 4 – SUMMARY OF NON-CURRENT ASSET REGISTER

Asset class	Historical Cost b/f (KShs) 2019/20	Additions during the year (KShs)	Disposals during the year (KShs)	Transfers in/(out)	Historical Cost c/f (KShs) 2020/2021
Land					
Buildings and structures	81,306,051	15,574,023			96,880,074
Transport equipment	17,840,000				17,840,000
Office equipment, furniture and fittings	19,908,506				19,908,506
ICT Equipment	8,557,488				8,557,488
Machinery and Equipment					
Biological assets					
Infrastructure Assets					
Heritage and cultural assets					
Intangible assets					
Work In Progress					
Total	127,612,045	15,574,023			143,186,068

NAROK COUNTY ASSEMBLY
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ANNEX 5 – ANALYSIS OF ACCOUNTS RECIVABLES

(a) Government Imprest

<i>Name Of Officer Or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
Alfred Gilisho Sankale	6-Nov-20	100,000.00	100,000.00	-
Lemiso Ben	6-Nov-20	107,100.00	107,100.00	-
Alfred Gilisho Sankale	9-Apr-21	1,578,000.00	1,578,000.00	-
Mary Seno Kiminta	7-May-21	58,000.00	58,000.00	-
Esther Wambui Njenga	7-Jul-21	100,000.00	100,000.00	-
Mary Seno Kiminta	13-Jul-21	100,000.00	100,000.00	-
Samwel Malaba Wanyonyi	24-Aug-20	774,800.00	774,800.00	-
Japheth Kimutai Tangus	3-Nov-20	378,000.00	378,000.00	-
Stanley Sapurr	6-Nov-20	119,600.00	119,600.00	-
Collins Oloitipitip Saruni	16-Dec-20	1,550,000.00	1,550,000.00	-
Collins Oloitipitip Saruni	16-Dec-20	1,934,000.00	1,934,000.00	-
Collins Oloitipitip Saruni	16-Dec-20	1,920,000.00	1,920,000.00	-
Collins Oloitipitip Saruni	16-Dec-20	254,000.00	254,000.00	-
Collins Oloitipitip Saruni	21-Dec-20	1,332,800.00	1,332,800.00	-
Collins Oloitipitip Saruni	21-Dec-20	1,412,100.00	1,412,100.00	-
Stephen Sanoe Simai	21-Dec-20	1,332,800.00	1,332,800.00	-
Stephen Sanoe Simai	21-Dec-20	1,412,100.00	1,412,100.00	-
Collins Oloitipitip Saruni	31-Dec-20	1,943,000.00	1,943,000.00	-
Collins Oloitipitip Saruni	31-Dec-20	112,000.00	112,000.00	-
Collins Oloitipitip Saruni	17-Feb-21	1,764,000.00	1,764,000.00	-
Collins Oloitipitip Saruni	17-Feb-21	1,830,000.00	1,830,000.00	-
Collins Oloitipitip Saruni	17-Feb-21	1,398,400.00	1,398,400.00	-

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Kool Johnson Nkirrimpa	17-Feb-21	1,226,800.00	1,226,800.00	-
Kool Johnson Nkirrimpa	17-Feb-21	1,739,200.00	1,739,200.00	-
Collins Oloitipitip Saruni	6-May-21	1,934,000.00	1,934,000.00	-
Collins Oloitipitip Saruni	6-May-21	1,920,000.00	1,920,000.00	-
Collins Oloitipitip Saruni	6-Jul-21	1,990,800.00	1,990,800.00	-
Collins Oloitipitip Saruni	6-Jul-21	1,880,000.00	1,880,000.00	-
Collins Oloitipitip Saruni	6-Jul-21	1,837,200.00	1,837,200.00	-
Collins Oloitipitip Saruni	6-Jul-21	1,560,000.00	1,560,000.00	-
Samwel Malaba Wanyonyi	6-Jul-21	673,000.00	673,000.00	-
Japheth Kimutai Tangus	6-Jul-21	453,600.00	453,600.00	-
Esther Mbaire Githinji	6-Jul-21	372,000.00	372,000.00	-
Ketuyio Moses	6-Jul-21	360,800.00	360,800.00	-
Esther Mbaire Githinji	13-Jul-21	1,664,800.00	1,664,800.00	-
Collins Oloitipitip Saruni	14-Jul-21	1,628,000.00	1,628,000.00	-
Richard Lesalon Sadera	16-Dec-20	50,000.00	50,000.00	-
Peter Shakamae Tianta	31-Dec-20	1,930,000.00	1,930,000.00	-
Beatrice Kadesa Okanga	6-May-21	30,000.00	30,000.00	-
Winnie Nanini Torome	6-May-21	30,000.00	30,000.00	-
Winnie Nanini Torome	7-Jul-21	323,500.00	323,500.00	-
Beatrice Kadesa Okanga	7-Jul-21	80,000.00	80,000.00	-
William Kayiok Kaigil	9-Mar-21	1,741,600.00	1,741,600.00	-
Richard Kimutai Rotich	6-Jul-21	140,000.00	140,000.00	-
Sirere Ole Koikai	8-Apr-21	294,800.00	294,800.00	-
Takai William Naanana	13-Jul-21	40,000.00	40,000.00	-
Nickson Kipngetich Mutai	5-Feb-21	30,000.00	30,000.00	-
Nickson Kipngetich Mutai	7-May-21	30,000.00	30,000.00	-
James Oloisiriri Ngeeti	6-Jul-21	58,800.00	58,800.00	-
Totals		45,529,600.00	45,529,600.00	-

NAROK COUNTY ASSEMBLY
Reports and Financial Statements
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(b) Salary Advance

<i>Name of Officer</i>	<i>Date Advanced</i>	<i>Amount Advanced</i>	<i>Amount Recovered</i>		<i>Balance</i>
			<i>KShs</i>	<i>KShs</i>	
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
Total	-	-	-	-	-

NAROK COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEX 6: CONTINGENT LIABILITIES REGISTER

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

NAROK COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended 30 June 2021

ANNEX 7 – BANK RECONCILIATION/FO 30 REPORT

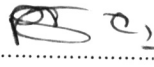
FO 30 Reports from IFMIS are attached

NAROK COUNTY ASSEMBLY BANK RECONCILIATION
NAROK COUNTY ASSEMBLY DEVELOPMENT A/C NO.-1000286601
CENTRAL BANK OF KENYA.

Jun-21

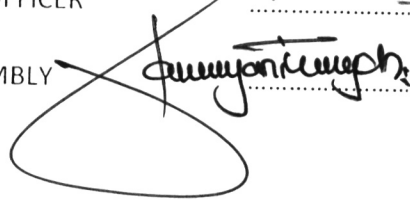
30-06-2021 Balance as per the bank statement	15,574,023
Add: Payments in the Bank statement not in Cash Book	-
Add: Receipts in Cash Book not in the Bank statement	700
Less: Payments in the Cash Book not in Bank Statement	
Unpresented Cheques	15,574,023
Receipts in Bank Statement not in Cash Book	
30-06-2021 Balance as per the Cash Book	700

PRINCIPAL FINANCE OFFICER

 DATE

23/02/2022

CLERK COUNTY ASSEMBLY

 DATE

23/02/2022

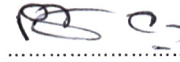


NAROK COUNTY ASSEMBLY BANK RECONCILIATION
NAROK COUNTY ASSEMBLY RECURRENT A/C NO.-1000198467
CENTRAL BANK OF KENYA.

Jun-21

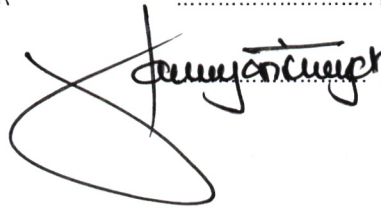
30-06-2021 Balance as per the bank statement	73,701,933
Add: Payments in the Bank statement not in Cash Book	
Add: Receipts in Cash Book not in the Bank statement	130,192,149
Less: Payments in the Cash Book not in Bank Statement	
Unpresented Cheques	203,893,090
Receipts in Bank Statement not in Cash Book	0
30-06-2021 Balance as per the Cash Book	991

PRINCIPAL FINANCE OFFICER

 DATE

23/02/2022

CLERK COUNTY ASSEMBLY

 DATE

23/02/2022

