REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF COUNTY EXECUTIVE OF MARSABIT

FOR THE YEAR ENDED 30 JUNE 2018

OFFICE OF THE AUDITOR - GENERAL
EMBU HUB P. O. Box 113 - 60100, EMBU
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COUNTY GOVERNMENT OF MARSABIT-EXECUTIVE

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2018

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

County Budget and Appropriation Committee

- Investigate, Inquire in to and report all the matters related to budget
- Discuss and review the estimate and make recommendations to the County Assembly
- Examine the County Budget Policy Statements
- Examine Bills related to the County Budget, including appropriation bills
- Evaluate Tax Estimates
- Evaluate economic and budgetary policies and programmes with direct budget outlays.

(e) Entity Headquarters

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

(f) Entity Contacts

Telephone: (254)0727024916
E-mail: info@treasury.marsabit.go.ke
Website: www.marsabit.go.ke

(g) Entity Bankers

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

2. Kenya Commercial Bank
   Marsabit Branch
   P.O Box 83 – 60500
   Marsabit, Kenya

3. Co-operative Bank
   Marsabit Branch

4. Equity Bank
   Marsabit Branch

(h) Independent Auditors

1. Auditor General
   Kenya National Audit Office
   Anniversary Towers, University Way
   P.O. Box 30084
   G.P.O 00100
   Nairobi, Kenya

(i) Principal Legal Adviser

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

II. FORWARD BY THE CEC

The reports and financial statements are prepared in accordance with Section 163 of the PFM Act. The law states that "at the end of each financial year, the County Treasury shall, for the county government, consolidate the annual financial statements in respect of all the county government entities in formats to be prescribed by the Accounting Standards Board".
The essence of reporting on budget implementation is to create awareness among the County stakeholders and enable them to interrogate the usage of public resources and the underlying policy guidelines so as to meet specific priority needs. Further, the Constitution of Kenya Article 2010 requires openness, transparency and accountability on all aspects of Public finance. The ultimate goal is to ensure that public resources are used in a prudent and responsible way and ensure that they initiate projects and programmes that would improve the livelihoods of all the residents of Marsabit County.

The approved budget estimates for Marsabit County was Ksh. 7,730,875,089 comprising of Ksh. 4,296,493,497 (56 per cent) recurrent expenditure estimate and Ksh. 3,434,381,592 (44 per cent) development expenditure estimate. The budget complies with Sec.107 of the PFM Act which requires that over the medium term a minimum of thirty per cent of the county government's budget shall be allocated to developm expenditure. The County spent a total of Kshs.6.782 billion during the financial year 2017/18. A total of Kshs. 4.019 billion was spent on recurrent activities and Kshs. 2.76 billion on development activities.

The key development projects under taken during the year under review include; special programme for drought mitigation that cushioned the residents of Marsabit from the adverse effects of the prolonged drought (the programme included distribution of relief food, water trucking & related support and animal off take programme), upgrading of Marsabit town roads to bitumen standards, installation of solar street lights within Marsabit and Moyale township, completion of the modern abattoir, modern market and the health complex and timely procurement & distribution of medical drugs, vaccines & other medical commodities. Additionally, the county disbursed Ksh. 45 million scholarship fund to the needy but bright students across the 20 wards.

Budget implementation especially for the development expenditure is a recurring problem and there seems to be no significant traction by departments in resolving the causes of low absorption rates. Low absorption was also attributed to delay in the release of national shareable revenue to the County. With the improvement of exchequer releases expected in future, adequate focus on institutional capacity and systems at the County shall be put in place to improve budget implementation to the level that is consistent with desired outputs and goals. Further, the County Treasury will enhance the capacity of the departments to absorb developm funds as well as striving to weed out unproductive expenditures to create fiscal space for financing priority areas such as water, the social sectors, agriculture and physical infrastructure which are essential to sustainable economic growth.

The County will also adopt an expenditure policy framework that will ensure efficiency and effectiveness in the implementation of development policies. In this regard, more emphasis will be put on projects and programmes that will improve the livelihoods of the residents of Marsabit County. Also, efforts to link policy with budgeting reforms in expenditure and financial management will be deepened to ensure growth momentum is maintained.

County Executive Committee member – Finance

III. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The County Executive Committee (CEC) member for finance of the County Government is responsible for the preparation and presentation of the County Government's financial statements, which give a true and fair view of the state of affairs of the County Government for and as at the end of the financial year ended on June 30, 2017. 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 Government; (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 Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Government's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the County Government's financial statements give a true and fair view of the state of the County Government's transactions during the financial year ended June 30, 2017, and of its financial position as at that date. The CEC member for finance further confirms the completeness of the accounting records maintained for the County Government which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

The CEC member for finance confirms that the County Government has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Government's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for finance confirms that the County Government'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 CEC member for finance on 25-09- 2018.

County Executive Committee member – Finance

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF MARSABIT FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Executive of Marsabit set out on pages 7 to 54, which comprise the statement of *assets* as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation; recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Executive of Marsabit as at 30 June 2018, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the County Government Act, 2012.

Basis for Qualified Opinion

1.0 Cash and Cash Equivalents

1.1 Missing Documents

The financial statements reflects cash and cash equivalents balance of Kshs.937,599,800 held in twelve (12) bank accounts of which two (2) bank accounts' bank reconciliation statements, cash books and bank confirmation certificates were not availed for audit review.

In the circumstances, the accuracy of the cash and cash equivalents balances of Kshs.937,599,800 as at 30 June 2018 could not be confirmed.

1.2 Variances Between Bank Balance and Bank Confirmation Certificate

In addition, the development account bank reconciliation for Kenya Commercial Bank, Marsabit branch reflected a bank balance of 1,776,021.38 while the certificate of bank balance reflected a balance of 153,204,366.38 resulting to un-explained variance of Kshs.151,428,345.

In the circumstances, the accuracy of the certificate of bank balance of 153,204,366.38 as at 30 June 2018 could not be confirmed.

2.0 Variances Between Financial Statements Balances and Integrated Financial Management Information System (IFMIS) Figures

The financial statements for the year ended 30 June 2018 reflects balances that were at variance with balances from similar statements generated from IFMIS as summarized below;

Item	Financial Statements Balance Kshs.	IFMIS Balance Kshs.	Variance Kshs.
Receipts			
Exchequer Releases	6,583,600,000	13,226,396,162	(6,642,796,162)
Other Receipts	92,005,709	184,126,572	(92,120,863)
Proceeds from Domestic and Foreign Grants	366,125,274	46,372,884	321,752,390
Tax Receipts	0	368,430,357	(368,430,357)
Total Receipts	**7,043,730,983**	**13,825,325,975**	**-6,781,594,992**
Payments			
Acquisition of Assets	1,992,270,571	1,134,466,606	857,803,965
Compensation of Employees	1,731,053,123	1,735,592,472	(4,539,349)
Other Grants and Transfers	484,528,823	461,234,223	23,294,600
Other Payments	0	130,550,000	(130,550,000)
Social Security Benefits	13,292,400	69,660,000	(56,367,600)
Subsidies	0	3,970,000	(3,970,000)
Transfers from other Government Entities	0	446,554,930	(446,554,930)
Transfers to other Government Units	1,111,065,229	154,177,236	956,887,993
Use of Goods and Services	1,447,985,198	1,175,754,884	272,230,314
Total Payments	**6,780,195,344**	**5,311,960,351**	**1,468,234,993**
Statement of Assets			
Accounts Payables – Deposits	122,154,676	24,282,707,519	(24,160,552,843)
Accounts Receivables - Outstanding Imprest and Clearance Accounts	0	226,822,744	(226,822,744)
Bank Balances	937,599,800	3,964,312,201	(3,026,712,401)
Cash Balances	0	38,997,907,128	(38,997,907,128)
Fund Balance B/fwd.	551,909,485	10,238,516,887	(9,686,607,402)
Surplus/deficit for the Year	263,535,640	9,406,475,484	(9,142,939,844)

The variances between the two records had not been explained or reconciled as at 30 June 2018.

In the circumstances, the accuracy of the financial statements balances for the year ended 30 June 2018 could not be ascertained.

3.0 Deposits and Retentions

The financial statements reflects deposits and retentions balance of Kshs.122,154,676. Records made available revealed that a centralized bank account was maintained for all the retention monies in respect of construction works during the year under review. However, the deposits and retentions cash book had not been updated as at 30 June 2018.

In the circumstances, the validity and accuracy of the Kshs.122,154,676 balance reflected in the financial statements as at 30 June 2018 could not be confirmed.

4.0 Arrears on Land Rates Revenue

Note 3 to the financial statements reflects Kshs.5,479,682 in relation to land transaction charges for the year ended 30 June 2018. However, records maintained by the Lands office revealed that nine (9) registers used in the collection of land rates were last updated in September, 2015. These registers reflects outstanding land rates balance of Kshs.19,204,096.

Management has not explained strategies put in place to collect the balances of Kshs.19,204,096 for the year ended 30 June 2018 including whether all the related land transaction charges were disclosed in the financial statements for the year under review.

In the circumstances, the validity, accuracy and completeness of the Kshs.5,479,682 land transaction charges reflected in the financial statements could not be ascertained.

5.0 Use of Goods and Services

5.1 Unaccounted for Training Expenses

Note 5 to the financial statements reflects use of goods and services figure of Kshs.1.447,985,198 which included training expenses of Kshs.101,915,571 which further included Kshs.2,809,800 in respect to various payments for staff attending trainings. However, included in the Kshs.2,809,800 was Kshs.1,652,500 whose supporting documents including back to office reports, participants' attendance register, facilitation payment schedule and acknowledgement by the intended beneficiaries were not availed for audit review. Further, there was no justifiable reasons for the meetings to be held outside the Executive's offices.

In the circumstances, the regularity and value for money of the Kshs.1,652,500 expenditure reflected in the financial statements for the year ended 30 June 2018 could not be confirmed.

5.2 Procurement of Revision Text Books

The financial statements reflects use of goods and services figure of Kshs.1,447,985,198 which included Kshs.64,898,922 for office and general supplies and services which further included Kshs.3,000,000 for the supply and delivery of assorted revision text books. However, no stores records including ledger cards in support of the supplies were availed for audit review.

In the circumstances, the accuracy, completeness and existence of office and general supplies and services figure of Kshs.3,000,000 could not be confirmed.

6.0 Un-supported Transfer to the National Hospital Insurance Fund

The financial statements reflects transfer to other government entities figure of Kshs.1,111,065,229 which includes an amount of Kshs.60,000,000 transferred to the National Hospital Insurance Fund (NHIF) for medical cover. However, the respective supporting documents and schedules were not availed for audit review.

In the circumstances, the validity and accuracy of the Kshs.60,000,000 transfer to NHIF could not be ascertained.

7.0 Presentation and Disclosure of Financial Statements

Sentence six of paragraph three at page five (5) of the financial statements makes reference to the year ended 30 June 2017 instead of the financial year ended 30 June 2018 while page six (6) reflects an alleged report of the independent auditors which did not originate from the Auditor-General. In addition, the table of contents page and the key entity information and management page bear the same page number- '1' while, the entity contact information was not provided.

Further, the International Public Sector Accounting Standards (Cash Basis) reporting template prescribed by the Public Sector Accounting Standards Board (PSASB) requires that a report on the follow up of previous year's audit recommendations and summary of the fixed assets register be included as part of the annexures to the financial statements. However, the summary of the fixed assets at annex 4 of the financial statements is just a template with no figures, while a report on follow up on previous year's audit and its recommendations had not been included in the financial statements for the year ended 30 June 2018.

The template further requires the Head of Treasury to indicate his/her Institute of Certified Public Accountants of Kenya (ICPAK) membership number in the financial statements but no membership number was indicated.

In the circumstances, the presentation and disclosure of the financial statements for the year ended 30 June 2018 did not comply with the prescribed format.

The audit was conducted in accordance with International Standards of Supreme Audit

The variances between the two records had not been explained or reconciled as at 30 June 2018.

In the circumstances, the accuracy of the financial statements balances for the year ended 30 June 2018 could not be ascertained.

3.0 Deposits and Retentions

The financial statements reflects deposits and retentions balance of Kshs.122,154,676. Records made available revealed that a centralized bank account was maintained for all the retention monies in respect of construction works during the year under review. However, the deposits and retentions cash book had not been updated as at 30 June 2018.

In the circumstances, the validity and accuracy of the Kshs.122,154,676 balance reflected in the financial statements as at 30 June 2018 could not be confirmed.

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Note 3 to the financial statements reflects Kshs.5,479,682 in relation to land transaction charges for the year ended 30 June 2018. However, records maintained by the Lands office revealed that nine (9) registers used in the collection of land rates were last updated in September, 2015. These registers reflects outstanding land rates balance of Kshs.19,204,096.

Management has not explained strategies put in place to collect the balances of Kshs.19,204,096 for the year ended 30 June 2018 including whether all the related land transaction charges were disclosed in the financial statements for the year under review.

In the circumstances, the validity, accuracy and completeness of the Kshs.5,479,682 land transaction charges reflected in the financial statements could not be ascertained.

5.0 Use of Goods and Services

5.1 Unaccounted for Training Expenses

Note 5 to the financial statements reflects use of goods and services figure of Kshs.1.447,985,198 which included training expenses of Kshs.101,915,571 which further included Kshs.2,809,800 in respect to various payments for staff attending trainings. However, included in the Kshs.2,809,800 was Kshs.1,652,500 whose supporting documents including back to office reports, participants' attendance register, facilitation payment schedule and acknowledgement by the intended beneficiaries were not availed for audit review. Further, there was no justifiable reasons for the meetings to be held outside the Executive's offices.

In the circumstances, the regularity and value for money of the Kshs.1,652,500 expenditure reflected in the financial statements for the year ended 30 June 2018 could not be confirmed.

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In the circumstances, the validity and accuracy of the Kshs.60,000,000 transfer to NHIF could not be ascertained.

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The template further requires the Head of Treasury to indicate his/her Institute of Certified Public Accountants of Kenya (ICPAK) membership number in the financial statements but no membership number was indicated.

In the circumstances, the presentation and disclosure of the financial statements for the year ended 30 June 2018 did not comply with the prescribed format.

The audit was conducted in accordance with International Standards of Supreme Audit

Institutions (ISSAIs). I am independent of County Executive of Marsabit in accordance with ISSAI 30 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. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1.0 Budgetary Control and Performance

1.1 Revenue Analysis

The combined summary statement of appropriation - recurrent and development for the year under review reflects total budgeted receipts of Kshs.7,629,333,214 and actual receipts of Kshs.6,588,630,660 resulting to a budget shortfall of Kshs.1,040,702,554 as analyzed below;

Revenue Type	Budget (Kshs)	Actual on Comparable Basis (Kshs)	Variance/ Budget shortfall (Kshs)	Percentage
Proceeds from Domestic and Foreign Grants	410,146,483	367,632,695	42,513,788	89.6
Exchequer Releases	7,089,186,731	6,128,992,256	960,194,475	86.5
Other Receipts (Local Revenue)	130,000,000	92,005,709	37,994,291	71
Total	**7,629,333,214**	**6,588,630,660**	**1,040,702,554**	**86.4**

The shortfall of Kshs.1,040,702,554 on revenue represents budgeted goods and services that were not delivered to the County residents of Marsabit. In addition, the local revenue actual collections dropped by Kshs.36,622,857 from Kshs.128,628,566 in the financial year ended 30 June 2017 to Kshs.92,005,709 in the year ended 30 June 2018. The management did not provide satisfactory explanation for the drastic reduction. Nevertheless, this could be an indication that there was no effective revenue collection mechanism during the year under review.

Further, the statement of receipts and payments for the year under review reflected total receipts of Kshs.7,043,730,983 while the combined summary statement of appropriation reflected total receipts of Kshs.6,588,630,660 resulting to an unexplained or reconciled variance of Kshs.455,100,323.

1.2 Development Expenditure Analysis

The summary statement of appropriation (development) for the year under review reflected an approved budget of Kshs.3,434,381,592 and an actual expenditure of Kshs.2,760,255,877 resulting to an under expenditure of Kshs.674,125,715 as detailed below;

Component	Final Budget 2017/2018 (Kshs.)	Actual on Comparable Basis (Kshs.)	Under-expenditure (Kshs.)	Utilization (%)
Use of Goods and Services	311,007,010	210,584,496	100,422,514	68
Transfers to Other Government units	255,000,000	215,632,518	39,367,482	85
Acquisition of Assets	2,428,374,582	1,894,510,040	533,864,542	78
Other Grants and Transfers	440,000,000	439,528,823	471,177	100
TOTAL	**3,434,381,592**	**2,760,255,877**	**674,125,715**	**80**

From the analysis, it was observed that the County Executive underspent by Kshs.674,125,715 on various votes which is an indication of undelivered goods and services to the County residents of Marsabit. Further, the actual development receipts amounted to Kshs.2,601,906,692 while the actual expenditure as per statements of receipts and payments was Kshs.2,760,255,877 resulting to an over-expenditure of Kshs.158,349,185 whose source of funding could not be ascertained.

1.3 Recurrent Expenditure Analysis

The summary statement of appropriation (recurrent) for the year under review reflects an approved expenditure budget of Kshs.4,296,493,497 against actual expenditure of Kshs.4,019,939,467 resulting to an under expenditure of Kshs.276,554,030 as detailed below;

Component	Final Budget 2017/2018 (Kshs.)	Actual on Comparable Basis (Kshs.)	Under-expenditure (Kshs.)	Utilization %
Compensation of Employees	1,767,904,081	1,731,053,123	36,850,958	98
Use of Goods and Services	1,302,251,300	1,237,400,702	64,850,598	95
Transfers to Other Government units	1,063,079,166	940,432,711	122,646,455	88
Social Security Benefit	18,126,903	13,292,400	4,834,503	73
Acquisition of Assets	145,132,047	97,760,531	47,371,516	67
TOTAL	**4,296,493,497**	**4,019,939,467**	**276,554,030**	**94**

From the analysis, it was observed that the County Executive underspent by a total of Kshs.276,554,030 on various votes translating to 94% utilization/absorption. The County

residents therefore did not get services equivalent to the Kshs.276,554,030 under-utilized during the year under review. The Citizens of Marsabit County did not receive goods and services planned for despite the fact that the County Government had cash at bank of Kshs.937,599,799 as at 30 June 2018.

1.4 Variances Between the Approved Budget and Actual Expenditure

A review of the IFMIS approved estimates and actual payments revealed variances on thirteen (13) items as shown in the table below;

Item Category	Final Approved Estimate (Net) (Kshs.)	Actual Payments (Kshs.)	Variance (Kshs.)	Variance %
Acquisition of Assets	2,638,506,629	1,134,466,606.40	-1,504,040,022.60	-57.00
Compensation of Employees	1,767,904,081	1,735,592,472.30	-32,311,608.70	-1.83
Exchequer Releases	13,167,200,000	13,226,396,162	59,196,162	0.45
Other Grants and Transfers	485,350,000	461,234,223	-24,115,777	-4.97
Other Payments	132,200,000	130,550,000	-1,650,000	-1.25
Other Receipts	1,514,496,196	184,126,572	-1,330,369,624	-87.84
Proceeds from Domestic and Foreign Grants	121,468,784	46,372,884	-75,095,900	-61.82
Social Security Benefits	78,126,903	69,660,000	-8,466,903	-10.84
Subsidies	5,000,000	3,970,000	-1,030,000	-20.60
Tax Receipts	0	368,430,357.40	368,430,357.40	99,999.00
Transfers from other Government Entities	455,501,448	446,554,930	-8,946,518	-1.96
Transfers to other Government Units	359,568,526	154,177,236	-205,391,290	-57.12
Use of Goods and Services	1,613,258,310	1,175,754,884.15	-437,503,425.85	-27.12

The variances between the budgeted and actual amounts for the year ended 30 June 2018 have not been explained and the budget therefore appears unrealistic. Further, Finance Management Services of Kshs.1,125,045,516 reflected in the Appropriation Act estimates was not captured in the IFMIS Approved Budget. No explanation was availed as to why the budget which was approved by the Assembly was not uploaded in IFMIS.

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 matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Compensation of Employees

1.1 Use of a Manual Payroll

The statement of receipts and payments for the year ended 30 June 2018 reflects an expenditure of Kshs.1,731,053,123 in respect of compensation of employees. However, the County operated two payroll systems namely the manual payroll system and the Integrated Payroll and Personnel Database (IPPD) whereby Kshs.17,523,253 was paid to one thousand and thirteen (1,013) employees through the manual payroll. However, it was not possible to ascertain the accuracy of this amount including whether the employees were genuine since use of the manual system requires manual calculation of deductions, net pay and constant monthly and/or annual updates which could be subject to errors. It was not possible to establish why management did not pay all its employees using the IPPD.

1.2 Operating Without an Updated Staff Establishment

An audit of the personnel records and the payroll showed that the Executive had a total staff of 2312. However, management had not prepared a personnel establishment document and this was contrary to the requirements of Section 5(2)(f) of the County Government Act, 2012 which requires County Governments to establish and staff its public service. The County Government therefore engaged staff without proper mechanisms of identifying existence of vacancies during the year under review.

Consequently, the County Executive was in breach of the law during the year under review.

1.3 Retaining Employees Past the Mandatory Retirement Age

An audit review of the Executive's payroll revealed that two employees reached retirement age of 60 years as at 1 July 2015 and 1 January 2012 respectively. However, the two continued to be in the payroll during the year ended 30 June 2018.
Further, one of the employees was engaged on contractual basis on 31 January 2018 for a period of 3 years and a perusal of his personnel file revealed that the application letter and certificates were not attached. The retention of employees who are past the retirement age was contrary to the requirements of the Human Resource Policies and Procedures Manual for Public Service 2016 section D.21 which requires that all officers shall retire from the service on attaining the mandatory retirement age of 60 years and 65 years for persons with disabilities and/or as may be prescribed by the government from time to time.

The Executive, was therefore in breach of the law.

1.4 Irregular Recruitment

An audit review of the recruitment processes revealed that the County recruited 919

employees out of which 423 were duly employed by the County Public Service Board in exercise of the powers granted by the County Government Act, 2012 while the remaining 496 were recruited via delegated instrument by Chief Officers and the County Secretary. However, the Board, had withdrawn the delegated powers of the County Public Service Board Human resource functions through a circular referenced CPSBM/CHRAC/003 dated 18 October 2017 and therefore the 496 staff were irregularly hired contrary to the recruitment regulations Section 74 and Section 59 (1) (b) of County Government Act, 2012.

Further, a review of sampled personnel files revealed that officers lacked crucial documents for employment including advertisements, application letters, department requisitions, shortlisting and interview and list of appointments.

In the circumstances, the County was in breach of the law during the year under review and all expenditure associated with the 496 irregularly recruited staff during the year under review may not be termed as proper charge to the public funds.

1.5 Over Commitment of Salary

A further audit review of the payroll revealed that seven (7) employees received net pay which was below 1/3 of their basic pay contrary to Section 19(3) of the Employment Act, 2007 which states that the total amount of deduction of the wages of an employee shall not exceed 2/3 of such wages.
No explanation from management was availed for the over recovery beyond the legally set limit of one third (1/3).

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

1.6 Irregular Payment of Acting Allowance

The Executive's human resource records showed a staff establishment of 2312 employees. However, a review of sampled personnel files for these employees revealed that four (4) employees were awarded acting allowance by the office of the County Secretary. This was contrary to Section 59(1) of the County Government Act, 2012 which requires that the County Public Service Board is to appoint persons to hold or act in offices of the county public service.

The Executive was therefore in breach of the law during the year under review.

1.7 Irregular Salary Payment

The statement of receipts and payments for the year under review reflects compensation of employees totaling to Kshs.1,731,053,123. However, a review of the personnel emoluments revealed that a County Advisor who was employed by the Teachers Service Commission (TSC) was recruited by the Executive before clearing with and being released by his former employer. Documents availed for audit showed that the officer reported on duty on 21 December 2017 while his salary was stopped as from 1 August 2018 approximately seven

(7) months later and by then he had been paid a gross salary of Kshs.1,357,933 for the seven months. The stoppage of salary was due to the fact that the officer was yet to clear and be released by his former employer. The engagement of the officer while he was still employed by another public entity was in contravention of the Public Officers Act 2003 and Leadership and Integrity Act, 2012 Chapter 26 on gainful employment. Further, the officer's personal file did not have an application letter for the post of County Advisor.

In the circumstances, the Kshs.1,357,933 expenditure was irregular and not a proper charge to public funds.

1.8 Repair of Motor Vehicles

The figure of Kshs.1,447,985,198 under use of goods and services includes routine maintenance of vehicles and other transport equipment amount of Kshs.49,427,063 which further includes a payment of Kshs.522,000 for repair of motor vehicle. However, a mechanical inspection report attached to the payment documents revealed that a different motor vehicle registration was presented for inspection. Further, the firm that purportedly did the repairs submitted an invoice which was not serially numbered, was hand written and had a different firm name from the one that was appearing in the quotation. In addition, the post inspection report was not attached as required by circular referenced CGM/DRWT/STVol 1 (002) of 10 October 2017 (mandatory pre and post inspection reports on motor vehicle repairs).

In the circumstances, the regularity and the value for money for the Kshs.522,000 expenditure reflected in the financial statements for the year ended 30 June 2018 could not be confirmed.

2.0 Failure to have in Place an Asset Disposal Plan

During the year under review, the County Executive of Marsabit did not prepare an asset disposal plan as required by Section 53 (4) of the Public Procurement and Assets Disposal Act, 2015.

In the circumstances, the County was in breach of the law during the year under review.

3.0 Acquisition of Assets

3.1 Procurement of Desktop Computers, Laptops and Printers

An amount of Kshs.1,000,000 was incurred in the purchase of desktop computers, laptop and printers but the quotations that were issued out did not have clear specifications as the same indicated a general term of "desktop computer, laptop and printer" despite the fact that computers and related IT items have clear specifications which equally determines the pricing.

In the circumstances, the value for money on the Kshs.1,000,000 expenditure could not be confirmed.

3.2 Construction of Roads

An expenditure of Kshs.49,235,336 was incurred on the construction of six (6) roads within the County as shown in the table below

No.	Name of the Road	Amount (Kshs.)
1.	A2 – Uran Road	8,000,000
2.	Kiwanja Ndege St. Peters Kubi Bagassa Road	9,060,040
3.	Godoma – Waititi Gambala Road	9,200,000
4.	Rawan – Funan Qumbi Road	9,792,111
5.	Bori Town Road	9,695,645
6.	Golole Yashare Road	3,487,540
Total		**49,235,336**

The roads were done through spot improvement and grading. However, a physical verification carried out in the month of November 2018 on the six roads revealed that they did not have adequate drainage system and road drifts while the long slabs that had been constructed were not strong enough to withstand storm waters. Further, the roads had already formed furrows and gulleys on both sides and the gravelling had not been compacted leaving out loose materials. In addition, Road A2 – Uran Road which had a budget of Kshs.8,000,000 was contracted at Kshs.19,249,753 resulting to an unbudgeted expenditure of Kshs.11,249,753 which was also not provided for under the pending bills list for the County in the financial year under review.

In the circumstances, it has not been possible to ascertain if the citizens of Marsabit County got value for money on the roads expenditure of Kshs.49,384,203.

3.3 Bongole Tourist Resort

An amount of Kshs.11,982,457 was paid out to various prequalified contractors to carry out works at Bongole Tourist Resort. The works included construction of a kitchen, completion of laundry, reception block, temporary staff house and ablution block. Other works were Landscaping, fencing, rain water harvesting and piping works as detailed below;

Voucher No	Contract No	Projects	Amount (Kshs)
546	1387	Erection of Kitchen & Completion of Laundry at Bongole Resort	1,698,066
271	1267	Erection of Kitchen & Completion of temporary staff house at Bongole Resort	1,039,916
356	1227	Erection of Kitchen&Completion of Reception block at Bongole Resort	2,872,065
695	822	Landscaping and Beautification at Bongole Resort	1,597,610

Voucher No	Contract No	Projects	Amount (Kshs)
286	1388	Fencing works and rain water harvesting at Bongole Resort	1,989,980
582	1344	Piping from Source to Bongole Resort at Saku	1,599,136
241	1266	Erection of Kitchen &Completion of Abolution block at Bongole Resort Saku	1,185,684
TOTAL			**11,982,45**

However, a physical inspection of the facility carried out on 5 November 2018 revealed that the resort had not been operationalized despite having been fully completed and furnished in 2016-2017 financial year at the cost of Kshs. 7,679,300 in addition to the current year's expenditure of Kshs. 11,982,457 all totaling to Kshs. 19,661,757.

In the circumstances, the propriety and value for money for the Kshs. 11,982,457 expenditure reflected in the financial statements for the year ended 30 June 2018 could not be confirmed.

3.4 Lack of Proper Controls in Assets Management

The statement of receipts and payments reflects acquisition of fixed assets worth Kshs. 2,301,262,778 and Kshs. 1,992,270,571 during the 2016/2017 and 2017/2018 financial years respectively. However, these amounts including the accumulated balances were not reflected in the summary of fixed assets register at annex 4 to the financial statements as the same were reflected as blank. Further, during the financial year under review, the County spent Kshs. 19,081,693 on purchases of vehicles and other transport equipment. However, verification of the vehicles and equipment revealed that the asset register in place had not been updated with details on opening and closing balances, additions and disposals. In addition, no records were made available to show that the fixed assets inherited from the defunct local authorities were included as part of the Executive assets for the financial year under review.

Consequently, the ownership, completeness, accuracy, security and location of the fixed assets worth Kshs. 1,992,270,571 reflected in the financial statements for the year ended 30 June 2018 could not be confirmed.

4.0 Use of Goods and Services

4.1 Procurement of Radio Live Coverage Services

An amount of Kshs.470,000 was paid to a radio station for supply of live radio coverage for official events in the County Executive where Kshs.120,000 was spent on covering the swearing in of County Executive Committee Members and Kshs.350,000 for live coverage of Mashujaa day. However, no procurement documents were availed for audit review while a contract with the radio station which was attached did not show the rate, scope of work and amount of money to be charged for each of the services offered.

This was contrary to the Public Procurement and Asset Disposal Act, 2015, Section 68 (2) (d) (ii) which states that the records for a procurement shall include - for each tender, proposal or quotation that was submitted - the price, or basis of determining the price, and a summary of the other principal terms and conditions of the tender, proposal or quotation.

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

4.2 Procurement of Office and General Supplies and Services

An amount of Kshs. 11,588,200 was paid out for supplies of various assorted items during the year under review which included motor vehicle tyres, tubes, printing papers, cartridges, branded caps and t-shirts. However, an audit verification for the assorted items revealed that local purchase orders (LPOs), invoices and stores receipts voucher (S13) attached to the payments were not dated while specifications of the items requested for were not described in the quotations.
Further, there were no tender opening and evaluation minutes, letters of offer, inspection and acceptance reports and updated stores records. This was contrary to the Public Procurement and Asset Disposal Act, 2015, Section 68 (2) (d) (iii) which states that the records for a procurement shall include - for each tender, proposal or quotation that was submitted - a summary of the proceedings of the opening of tenders, evaluation and comparison of the tenders, proposals or quotations, including the evaluation criteria used as prescribed.
In the circumstances, the County Executive was in breach of the law.

5.0 Non Preparation of Financial Statements for County Social Protection Fund

Included in the cash and cash equivalents balance of Kshs.937,599,800 is Kshs.26,034.20 in respect to the County Social Protection Fund which according to Section 116 of Public Finance Management Act, 2012 is supposed to prepare its own/separate Fund accounts and submit the same for audit.

In the circumstances, the County Executive was 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, GOVERNANCE AND RISK MANAGEMENT SYSTEMS

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

Information, Communication Technology (ICT) Environment

During the year under review, the County Executive did not have an approved ICT policy to enable it manage business processes for the delivery of services to the public in an effective and efficient manner. The Executive also lacked a comprehensive ICT inventory and an Information Technology (IT) steering committee.

Lack of an approved ICT policy may have led to data confidentiality, accuracy, reliability, integrity and availability being compromised. Further, the IT operations may not have been effectively managed and aligned to support the operations of the Executive during the year under review. In addition, lack of a comprehensive ICT inventory may have led to loss of ICT assets while lack of a steering committee may have led to laxity in ICT policy formulation and implementation during the year.

During the year, the County spent Kshs.13,761,842 to purchase ICT equipment. However, without an ICT policy, such investments are at risk as there are no defined structures to safe guard the equipment.

Consequently, the reliability and integrity of the Executive's data during the year under review could not be confirmed.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. 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 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 Executive of Marsabit's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to liquidate the County Executive or to cease

operations, or have no realistic alternative but to do so.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the County Executive of Marsabit's 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 going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Executive's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Executive to cease to 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 Executive to express an opinion on the financial statements.

- Perform such other procedures as I consider necessary in the circumstances.

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

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

FCPA Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

18 February 2019

V. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2017-2018 Kshs	2016-2017 Kshs
RECEIPTS			
Proceeds from Domestic and Foreign Grants	1	368,125,274	166,108,349
Exchequer releases	2	6,583,600,000	5,599,495,638
Other Receipts	3	92,005,709	128,628,566
TOTAL RECEIPTS		**7,043,730,983**	**5,894,232,553**
PAYMENTS			
Compensation of Employees	4	1,731,053,123	1,293,146,869
Use of goods and services	5	1,447,985,198	1,216,331,172
Transfers to Other Government Units	6	1,111,065,229	889,139,106
Other grants and transfers	7	484,528,823	575,631,662
Social Security Benefits	8	13,292,400	1,633,500
Acquisition of Assets	9	1,992,270,571	2,301,262,778
TOTAL PAYMENTS		**6,780,195,344**	**6,277,145,087**
SURPLUS/DEFICIT		**263,535,640**	**382,912,534**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on **25th September 2018** and signed by:

Chief Officer-Finance and Economic Planning

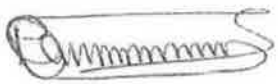
Director-Accounting services

VI. STATEMENT OF ASSETS

	Note	2017-2018 Kshs	2016-2017 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	937,599,800	683,325,629
Total Cash and cash equivalent		**937,599,800**	**683,325,629**
TOTAL FINANCIAL ASSETS		**937,599,800**	**683,325,629**
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	11	-122,154,676	-131,416,144
NET FINANCIAL ASSETS		**815,445,124**	**551,909,485**
REPRESENTED BY			
Fund balance b/fwd	12	**551,909,485**	**934,822,019**
Surplus/Deficit for the year		**263,535,640**	**-382,912,534**
NET FINANCIAL POSITION		**815,445,124**	**551,909,485**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on **25th September 2018** and signed by:

Chief Officer-Finance and Economic Planning



Director-Accounting services

VII. STATEMENT OF CASHFLOW

		2017 - 2018 Kshs	2016 - 2017 Kshs
Receipts for operating income			
Proceeds from Domestic and Foreign Grants	1	368,125,274	166,108,349
Exchequer Releases	2	6,583,600,000	5,599,495,638
Other Revenues	3	92,005,709	128,628,566
		7,043,730,983	**5,894,232,553**
Payments for operating expenses			
Compensation of Employees	4	1,731,053,123	1,293,146,869
Use of goods and services	5	1,447,985,198	1,216,331,172
Transfers to Other Government Units	6	1,111,065,229	889,139,106
Other grants and transfers	7	484,528,823	575,631,662
Social Security Benefits	8	13,292,400	1,633,500
		4,787,924,773	**3,975,882,309**
Adjusted for:			
Changes in payables		-9,261,469	-8,507,767
Net cash flow from operating activities		**1,909,842,477**	**1,909,842,477**
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	9	(1,992,270,571)	(2,301,262,778)
Net cash flows from Investing Activities		**(1,992,270,571)**	**(2,301,262,778)**
			-
NET INCREASE IN CASH AND CASH EQUIVALENT		**254,274,171**	**391,420,301**
Cash and cash equivalent at BEGINNING of the year	12	**683,325,629**	**1,074,745,930**
Cash and cash equivalent at END of the year	10	**937,599,800**	**683,325,629**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 25/09/ 2018 and signed by:

Chief Officer-Finance and Economic Planning

Director-Accounting services

COUNTY GOVERNMENT OF MARSABIT
CHIEF OFFICER FINANCE AND
ECONOMIC PLANNING
P.O. BOX 384-60500 MARSABIT

VIII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Tax Receipts	-	-	-	-	-	-
Social Security Contributions	-	-	-	-	-	-
Proceeds from Domestic and Foreign Grants	410,146,483		410,146,483	367,632,695		90%
Exchequer releases	7,089,186,731		7,089,186,731	6,128,992,256		86%
Transfers from Other Government Entities	-		-	-		-
Proceeds from Domestic Borrowings	-		-	-		-
Proceeds from Foreign Borrowings	-		-	-		-
Proceeds from Sale of Assets	-		-	-		-
Reimbursements and Refunds	-		-	-		-
Returns of Equity Holdings	-		-	-		-
Other Receipts	130,000,000		130,000,000	92,005,709		71%
TOTAL	**7,629,333,214**	-	**7,629,333,214**	**6,588,630,660**	-	**86%**
PAYMENTS						
Compensation of Employees	1,694,880,071	73,024,010	1,767,904,081	1,731,053,123	-36,850,958	98%
Use of goods and services	1,432,422,319	180,835,991	1,613,258,310	1,447,985,198	- 165,273,112	90%
Subsidies	-	-	-	-	-	
Transfers to Other Government Units	1,250,637,291	67,441,875	1,318,079,166	1,156,065,229	- 162,013,937	88%
Other grants and transfers	230,000,000	210,000,000	440,000,000	439,528,823	-471,177	100%
Social Security Benefits	118,126,903	-100,000,000	18,126,903	13,292,400	-4,834,503	73%

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
Acquisition of Assets	2,903,266,630	-329,760,001	2,573,506,629	1,992,270,571	- 581,236,058	77%
Finance Costs, including Loan Interest	-	-	-	-	-	
Repayment of principal on Domestic and Foreign borrowing	-	-	-	-	-	
Other Payments						
TOTAL	**7,629,333,214**	**101,541,875**	**7,730,875,089**	6,780,195,344	- 950,679,745	88%

The entity financial statements were approved on 25/09/ 2018 and signed by:

Chief Officer-Finance and Economic Planning

Director-Accounting services

COUNTY GOVERNMENT OF MARSABIT
CHIEF OFFICER FINANCE AND
ECONOMIC PLANNING
P.O. BOX 384-60500 MARSABIT

IX. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Tax Receipts						
Social Security Contributions						
Proceeds from Domestic and Foreign Grants	189,039,473		189,039,473	186,347,579	2,691,894	99%
Exchequer releases	3,760,352,148	217,101,876	3,977,454,024	3,708,370,680	269,083,344	93%
Transfers from Other Government Entities	-	-	-	-	-	-
Proceeds from Domestic Borrowings	-	-	-	-	-	-
Proceeds from Foreign Borrowings	-	-	-	-	-	-
Proceeds from Sale of Assets	-	-	-	-	-	-
Reimbursements and Refunds	-	-	-	-	-	-
Returns of Equity Holdings	-	-	-	-	-	-
Other Receipts	130,000,000		130,000,000	92,005,709	37,994,291	71%
TOTAL	**4,079,391,621**	**217,101,876**	**4,296,493,497**	**3,986,723,968**	**309,769,529**	**93%**
PAYMENTS						
Compensation of Employees	1,694,880,071	73,024,010	1,767,904,081	1,731,053,123	-36,850,958	98%
Use of goods and services	1,131,415,309	170,835,991	1,302,251,300	1,237,400,702	-64,850,598	95%
Subsidies			-		-	
Transfers to Other Government Units	995,637,291	67,441,875	1,063,079,166	940,432,711	- 122,646,455	88%
Other grants and transfers	-	-	-	-	-	#DIV/0!
Social Security Benefits	118,126,903	-100,000,000	18,126,903	13,292,400	-4,834,503	73%
Acquisition of Assets	139,332,047	5,800,000	145,132,047	97,760,531	-47,371,516	67%
Finance Costs, including Loan Interest			-		-	

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
Repayment of principal on Domestic and Foreign borrowing			-		-	#DIV/0!
Other Payments						
TOTAL	4,079,391,621	217,101,876	4,296,493,497	4,019,939,467	- 276,554,030	94%

The entity financial statements were approved on 25/09/ 2018 and signed by:

Chief Officer-Finance and Economic Planning

COUNTY GOVERNMENT OF MARSABIT
CHIEF OFFICER FINANCE AND ECONOMIC PLANNING
P.O. BOX 384-60500 MARSABIT

Director-Accounting services

X. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Tax Receipts						
Social Security Contributions						

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
Proceeds from Domestic and Foreign Grants	221,107,010		221,107,010	181,285,116	-39,821,894	82%
Exchequer releases	3,328,834,583	-115,560,001	3,213,274,582	2,420,621,576	-792,653,006	75%
Transfers from Other Government Entities	-	-	-	-	-	-
Proceeds from Domestic Borrowings	-	-	-	-	-	-
Proceeds from Foreign Borrowings	-	-	-	-	-	-
Proceeds from Sale of Assets	-	-	-	-	-	-
Reimbursements and Refunds	-	-	-	-	-	-
Returns of Equity Holdings	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
TOTAL	**3,549,941,593**	**-115,560,001**	**3,434,381,592**	**2,601,906,692**	**-832,474,900**	**76%**
PAYMENTS						
Compensation of Employees	-	-	-	-	-	-
Use of goods and services	301,007,010	10,000,000	311,007,010	210,584,496	-100,422,514	95%
Subsidies			-		-	-
Transfers to Other Government Units	255,000,000		255,000,000	215,632,518	-39,367,482	64%
Other grants and transfers	230,000,000	210,000,000	440,000,000	439,528,823	-471,177	100%
Social Security Benefits			-		-	-
Acquisition of Assets	2,763,934,583	-335,560,001	2,428,374,582	1,894,510,040	-533,864,542	78%
Finance Costs, including Loan Interest			-		-	-
Repayment of principal on Domestic and Foreign borrowing			-		-	-

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
TOTALS	3,549,941,593	-115,560,001	3,434,381,592	2,760,255,877	- 674,125,715	80%

The entity financial statements were approved on 25/09/ 2018 and signed by:

Chief Officer-Finance and Economic Planning

COUNTY GOVERNMENT OF MARSABIT
CHIEF OFFICER FINANCE AND
ECONOMIC PLANNING
P.O. BOX 384-60500 MARSABIT

Director-Accounting services

XI. 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 and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

   The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *entity* and all values are rounded to the nearest thousand (Kshs'000). The accounting policies adopted have been consistently applied to all the years presented.

   The financial statements have been prepared on the cash basis following the Government's standard chart of accounts.

2. **Recognition of revenue and expenses**
   The *entity* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *entity*. In addition, the *entity* recognises all expenses when the event occurs and the related cash has actually been paid out by the *entity*.

3. **In-kind contributions**
   In-kind contributions are donations that are made to the *entity* 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 *entity* includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

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

5. **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 expenditure 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.

6. **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 by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements.

7. **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.

8. **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 *entity* at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

9. **Budget**
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *entity's* budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the *entity's* actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

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

11. Subsequent events

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

XII. NOTES TO THE FINANCIAL STATEMENTS

1 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2017 - 2018	2016 - 2017
			Kshs	Kshs
Grants Received from Bilateral Donors (Foreign Governments)				
DANIDA			23,186,442	7,675,000
Grants Received from Multilateral Donors (International Organizations)				
World Bank-Result Based Financing(RBF)			34,627,134	24,712,500
World Bank-Transforming Health Service(THS)			46,314,741	-
World Bank-Kenya Devolution Support Programme(KDSP)			45,748,545	-
Grants Received from other levels of government				
Ministry of Transport & Infrastructure/Kenya Roads Board-Fuel Levy			181,777,695	86,036,213
Ministry of Health-User Fees			6,872,636	6,872,636
Ministry of Health-Medical Allowances				40,812,000
Ministry of Education-Youth Polytechnic Development Grant			29,598,081	
Total			**368,125,274**	**166,108,349**

2 EXCHQUER RELEASES

	2017 - 2018	2016 - 2017
	Kshs	Kshs
Total Exchequer Releases for quarter 1	-	951,914,258
Total Exchequer Releases for quarter 2	1,514,228,000	923,916,780
Total Exchequer Releases for quarter 3	1,810,490,000	1,399,873,909
Total Exchequer Releases for quarter 4	3,258,882,000	2,323,790,691
Total	**6,583,600,000**	**5,599,495,638**

3 OTHER REVENUES

	2017 - 2018	2016 - 2017
	Kshs	Kshs
Business Permits	15,681,883	13,087,861
Produce	28,645,105	49,386,102
Lease / Rental Of Council's Infrastructure Assets	3,627,379	4,079,000
Other Miscellaneous Revenues	5,804,346	2,378,907
Hiring of hall/stadium	18,000	43,000
Liquor Licence	2,082,000	52,000
Market/Trade Centre Fee	2,512,090	1,975,740
Livestock Charges	16,692,961	17,888,927
Land Transaction Charges	5,479,682	5,980,572
Royalties	7,291,490	8,352,602
Housing/Plan approval	15,000	-
Public Health Services	1,528,050	10,718,050
Public Health Facilities Operations	85,130	10,946,806
AMS	218,990	144,925
Veterinary -Meat Inspection	415,835	431,060
Slaughter Houses Administration	349,330	332,960
Scrap Metal	90,200	543,319
Cement	59,953	1,125,450
Water Supply Administration	246,525	962,285
Sale of Tender Documents	1,066,200	199,000
Weight & Measure	95,560	-
Total	**92,005,709**	**128,628,566**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 COMPENSATION OF EMPLOYEES

	2017 - 2018	2016 - 2017
	Kshs	Kshs
Basic salaries of permanent employees	1,630,660,828	1,201,172,780
Basic wages of temporary employees	17,523,253	18,483,410
Personal allowances paid as part of salary	63,922,020	57,948,876
Personal allowances paid as reimbursements	-	-
Personal allowances provided in kind	-	-
Pension and other social security contributions	18,947,022	15,541,803
Compulsory national social security schemes		
Compulsory national health insurance schemes		
Social benefit schemes outside government	-	-
Other personnel payments	-	-
Total	**1,731,053,123**	**1,293,146,869**

5 USE OF GOODS AND SERVICES

	2017 - 2018 Kshs	2016 - 2017 Kshs
Utilities, supplies and services	19,313,075	19,083,454
Communication, supplies and services	15,994,543	13,744,765
Domestic travel and subsistence	128,894,195	122,466,046
Foreign travel and subsistence	24,310,910	20,975,078
Printing, advertising and information supplies & services	94,877,671	83,016,484
Rentals of produced assets	51,862,118	50,695,062
Training expenses	101,915,571	70,686,667
Hospitality supplies and services	148,680,292	61,160,983
Insurance costs	87,096,754	19,036,495
Specialised materials and services	205,194,247	223,234,369
Office and general supplies and services	64,898,922	41,819,992
Fuel Oil and Lubricants	102,599,201	91,981,513
Other operating expenses	201,350,614	244,686,142
Routine maintenance – vehicles and other transport equipment	49,427,063	58,237,397
Routine maintenance – other assets	151,570,022	95,506,725
Total	**1,447,985,198**	**1,216,331,172**

6 TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017 - 2018 Kshs	2016-2017 Kshs
Other Current Transfers	161,599,362	207,444,877
Housing Loans	50,000,000	-
Emergency Fund	133,019,460	61,193,615
Other Capital Grants & Transfers	105,632,518	108,229,186
Social Protection Fund	-	5,565,495
Transfers to County Assembly	600,813,889	506,705,933
Transfers to NHIF for medical cover	60,000,000	
TOTAL	**1,111,065,229**	**889,139,106**

7 OTHER GRANTS AND OTHER PAYMENTS

	2017 - 2018 Kshs	2016-2017 Kshs
Scholarships and other educational benefits	45,000,000	45,401,000
Emergency relief and refugee assistance	439,528,823	530,230,662
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	**484,528,823**	**575,631,662**

8 SOCIAL SECURITY BENEFITS

	2017 - 2018 Kshs	2016-2017 Kshs
Government pension and retirement benefits	13,292,400	1,633,500
Social security benefits in cash and in kind	-	-
Employer Social Benefits in cash and in kind	-	-
Total	**13,292,400**	**1,633,500**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9 ACQUISITION OF ASSETS

Non-Financial Assets	2017 - 2018 Kshs	2016-2017 Kshs
Purchase of Buildings	-	-
Construction of Buildings	282,725,444	475,212,320
Refurbishment of Buildings	4,920,772	5,219,550
Construction of Roads	49,384,203	280,854,565
Construction and Civil Works	1,031,687,241	687,185,876
Overhaul and Refurbishment of Construction and Civil Works		
Purchase of Vehicles and Other Transport Equipment	19,081,693	25,795,400
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		7,679,300
Purchase of Office Furniture and General Equipment	7,185,250	29,583,761
Purchase of ICT Equipment	13,761,842	17,992,136
Purchase of Specialised Plant, Equipment and Machinery	12,582,898	54,557,401
Rehabilitation and Renovation of Plant, Machinery and Equip.	7,203,960	4,295,344
Purchase of Certified Seeds, Breeding Stock and Live Animals	6,029,760	14,661,436
Research, Studies, Project Preparation, Design & Supervision	86,278,800	99,731,962
Rehabilitation of Civil Works		
Acquisition of Strategic Stocks and commodities		-
Acquisition of Land		-
Acquisition of Intangible Assets		-
Domestic Payables from previous financial Year	471,428,708	598,493,727
Total	**1,992,270,571**	**2,301,262,778**

10 Bank Accounts

Name of Bank, Account No. & currency	Type of accounts	Exc rate (if in foreign currency)	2017 - 2018	2016 - 2017
			Kshs	Kshs
Central Bank of Kenya, County Revenue Fund Account no.1000170824	CRF		769,657,018.75	458,149,153.85
Central Bank Fuel Levy Account no.1000299134	Recurrent		7,329,573.10	63,050,568.25
Central Bank of Kenya, Development Account no.1000170514	Development		1,342,849.80	4,858,620.75
Central Bank of Kenya, Recurrent Account no.1000170492	Recurrent		352,336.80	6,759,234.00
Central Bank of Kenya, World Bank/Danida Account no.1000274328	Recurrent		11,169,533.60	7,676,231.25
Central Bank of Kenya, Village Polytechnic Project Grant Account no.1000367377	Development		22,198,560.00	-
Co-operative Bank, Marsabit Branch Account no.01141551311100	Deposit		122,154,675.68	131,416,144.46
Equity Bank Emergency Fund Account no.1010262209545	Recurrent		832,014.61	3,851,474.57
Kenya Commercial Bank-Local Revenue, Marsabit Branch Account no.1140751484	Revenue		211,800.25	6,130,503.00
Kenya Commercial Bank-Recurrent, Marsabit Branch Account no.1140789724	Recurrent		549,381.56	205,016.36
Kenya Commercial Bank-Development, Marsabit Branch Account no.1162178345	Development		1,776,021.38	1,202,648.13
Equity Bank Marsabit County Social Protection Fund-a/c no.1010264004095	Recurrent		26,034.20	26,034.20
Total			**937,599,799.73**	**683,325,628.82**

11. ACCOUNTS PAYABLE

	2017 - 2018 Kshs	2016 - 2017 Kshs
Deposits	122,154,676	131,416,144
Total	**122,154,676**	**131,416,144**

12. FUND BALANCE BROUGHT FORWARD

	2017 - 2018 Kshs	2016 - 2017 Kshs
Bank accounts	683,325,629	1,074,745,930
Cash in hand	-	-
Accounts Receivables	-	-
Accounts Payables	131,416,144	139,923,911
Total	**551,909,484**	**934,822,019**

13. . OTHER IMPORTANT DISCLOSURES

13.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017 – 2018	2016 – 2017
	Kshs	Kshs
Construction of buildings	156,807,099.92	315,256,179.61
Construction of civil works	397,253,044.54	39,753,625.64
Supply of goods	223,899,583.00	24,586,864.50
Supply of services	649,000.00	2,000,000.00
	778,609,327.46	381,596,669.75

13.2: OTHER COUNTY BANK ACCOUNTS

S/NO.	Account Name	Account Number	Bank
1.	North Horr Operation a/c	1166737888	Kenya Commercial Bank, Marsabit
2.	Moyale Operation a/c	1167173546	Kenya Commercial Bank, Marsabit
3.	Saku Operation a/c	1166739309	Kenya Commercial Bank, Marsabit
4.	Marsabit Town Board Operation a/c	1168056535	Kenya Commercial Bank, Marsabit
5.	Moyale Sub-County Operation	1159061734	Kenya Commercial Bank, Marsabit
6.	Laisamis Operation a/c	1166736964	Kenya Commercial Bank, Marsabit
7.	Car Loan Scheme Fund a/c	101026814974	Equity Bank, Marsabit
8.	Mortgage Scheme Fund a/c	1010268149700	Equity Bank, Marsabit
9.	Marsabit County Scholarship Fund a/c	1010265975890	Equity Bank, Marsabit
10.	Marsabit County Enterprise Fund a/c	1176982540	Kenya Commercial Bank, Marsabit

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
	a	b	c	d=a-c	
Construction of buildings					
1. Nasmi Enterprises Limited	993,041.00	2017-2018	-	993,041.00	
2. Balchuma Construction Company	2,000,000.00	2017-2018	-	2,000,000.00	
3. Buno Investment Limited	500,000.00	2017-2018	-	500,000.00	
4. Cato-k Construction limited	799,878.00	2017-2018	-	799,878.00	
5. Gaal Gumbeh Lahas General Construction	1,499,900.00	2017-2018	800,000.00	699,900.00	
6. Tahmeed Construction Company Limited	3,000,000.00	2017-2018	1,500,000.00	1,500,000.00	
7. Amako Realtors Company Limited	3,000,000.00	2017-2018	1,800,000.00	1,200,000.00	
8. Exciting Enterprises limited	4,979,880.00	2017-2018	2,987,928.00	1,991,952.00	
9. Koch Investment	3,999,390	2017-2018	1,599,756	2,399,634.00	
10. malmawaye contrators limited	3,000,000	2017-2018	2,100,000	900,000.00	
11. Buno Investment Limited	1,500,000	2017-2018	0	1,500,000.00	
12. saku hardware & stores limited	1,999,956	2017-2018	1,399,689	600,266.80	
13. Altaernative Engineering	2,400,000	2017-2018	0	2,400,000.00	
14. Kiwanja Contractors	5,800,000	2017-2018	4,640,000	1,160,000.00	
15. Daknaan Construction	2,400,515	2017-2018	0	2,400,515.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
16. Haajar Limited	3,999,436	2017-2018	1,999,718	1,999,718.00	
17. Senior Masters Construction LTD	2,499,637	2017-2018	0	2,499,637.00	
18. lomirimiriama Investment ltd	2,404,509	2017-2018	0	2,404,509.00	
19. Arros Company Limited	2,500,000	2017-2018	1,750,000	750,000.00	
20. Baslum hardware	4,630,720	2017-2018	0	4,630,720.00	
21. Baliti Construction	2,424,284	2017-2018	1,045,430	1,378,854.00	
22. Baliti Construction	2,492,654	2017-2018	0	2,492,654.00	
23. Boriso Company	2,500,000	2017-2018	1,750,000	750,000.00	
24. Waamile General Const	2,394,170	2017-2018	1,915,336	478,833.68	
25. Hamimo Contractors	3,500,000	2017-2018	0	3,500,000.00	
26. Nurudhin Construction	2,499,204	2017-2018	1,749,443	749,761.20	
27. Yalamlam Investment	2,396,640	2017-2018	0	2,396,640.00	
28. Susum Company Limited	5,990,674	2017-2018	4,792,539	1,198,135.00	
29. Shinyile Enterprises	5,899,737	2017-2018	4,129,816	1,769,921.10	
30. Waamile General Const	5,778,477	2017-2018	2,889,239	2,889,238.40	
31. Malmawaye construction	2,700,000	2017-2018	0	2,700,000.00	
32. Gurandula Investment	2,504,440	2017-2018	1,753,108	751,332.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
33. Gabare Construction	5,900,000	2017-2018	4,764,658	1,135,341.60	
34. Qachacha Construction	2,500,960	2017-2018	1,750,672	750,288.00	
35. funana Company	3,500,000	2017-2018	0	3,500,000.00	
36. Balchuma Construction	2,699,320	2017-2018	1,349,652	1,349,668.50	
37. Forole Building const	2,499,999	2017-2018	1,500,000	999,999.12	
38. Al Hussein Investment	2,999,957	2017-2018	0	2,999,957.00	
39. Marsabit Mountain	2,677,369	2017-2018	0	2,677,369.00	
40. Balchuma Construction Company	2,499,766	2017-2018	0	2,499,766.00	
41. Cato K Construction co	2,894,374	2017-2018	0	2,894,374.00	
42. Tirgamo Enterprises	2,856,210	2017-2018	0	2,856,210.00	
43. Malka Dimtu Company ltd	3,496,298	2017-2018	0	3,496,298.00	
44. Tharara Genral Suppliers & Construction	3,499,987	2017-2018	2,799,990	699,997.40	
45. Tullus Agency	4,678,976	2017-2018	2,808,386	1,870,590.40	
46. AL-Hussein Investment	20,000,000	2017-2018	0	20,000,000.00	
47. Jilichi Investment	1,599,000	2017-2018	0	1,599,000.00	
48. Kursat Investment	3,499,662	2017-2018	0	3,499,662.00	
49. Holale Construction Ltd	62,000,000	19/06/2015	40,000,172	21,999,828.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
50. Titabubo Limited	3,800,000	43,410.00	0	3,800,000.00	
51. Baliti Enterprises Ltd	3,500,000	43,284.00	2,100,000	1,400,000.00	
52. Adail Links	1,000,000		800,000	200,000.00	
53. D.B.A. Suppliers and Construction Co.	3,869,029	43,187.00	3,095,223	773,805.84	
54. D.B.A. Suppliers and Construction Co.	3,202,760	43,187.00	2,562,208	640,552.00	
55. Mahir Enterprises Ltd	1,499,300	43,222.00	1,199,440	299,860.00	
56. Titabubo Ltd	599,314	43,206.00		599,314.00	
57. Galgumbe company limited	2,200,000		880,000	1,320,000.00	
58. Goji contractors	1,398,960		0	1,398,960.00	
59. Elgufu general supplies and construction	2,200,000		0	2,200,000.00	
60. Elgufu general supplies and construction	1,800,000		0	1,800,000.00	
61. Korkora supplies	2,499,997		0	2,499,997.00	
62. Ntumo construction and maintenance co ltd	3,049,971		0	3,049,971.00	
63. Oroba uran investment	2,300,000		1,150,000	1,150,000.00	
64. Galaiton ltd	2,200,000		880,000	1,320,000.00	
65. Agargabo enterprise	2,500,000		1,750,000	750,000.00	
66. Ntumo construction and maintenance co ltd	3,299,998		1,649,999	1,649,999.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
67. Sericho lae investment	3,593,691		2,515,584	1,078,106.88	
68. Tirgamo	2,496,378		833,333	1,663,045.00	
Sub-Total	**271,798,418.20**		**114,991,318.28**	**156,807,099.92**	
Construction of civil works					
1. Gangesa Enterprises	8,000,000.00	2017-2018	-	8,000,000.00	
2. Soriadi Construction	1,999,200.00	2017-2018	-	1,999,200.00	
3. Boka Holding Company Limited	4,409,622.00	2017-2018		4,409,622.00	
4. Qalaliwe Enterprises Limited	6,818,778.00	2017-2018		6,818,778.00	
5. Nanjing Technologies	3,997,128.00	2017-2018	-	3,997,128.00	
6. Liban waso company	4,999,456.80	2017-2018	-	4,999,456.80	
7. kiwanja Contractors	4,999,020.00	2017-2018	-	4,999,020.00	
8. Teso construction company	4,945,835.16	2017-2018	-	4,945,835.16	
9. Butichi and associates Engineering consulting co Ltd	22,500,000.00	2017-2018	-	22,500,000.00	
10. Butichi and associates Engineering consulting co Ltd	5,514,580.00	2017-2018	-	5,514,580.00	
11. Halgo traders	5,401,662.00	2017-2018	3,781,163.40	1,620,498.60	
12. Duli Enterprises	9,891,743.00	2017-2018	8,407,981.55	1,483,761.45	
13. Hawaye construction	4,725,168.36	2017-2018	2,835,101.02	1,890,067.34	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
14. Kursat construction co	2,599,674.00	2017-2018	2,079,739.20	519,934.80	
15. Talex Enterprises	1,999,500.00	2017-2018	-	1,999,500.00	
16. Nurdin construction	4,999,091.00	2017-2018	-	4,999,091.00	
17. Forolle Building construction	3,988,577.00	2017-2018	2,393,146.20	1,595,430.80	
18. Sorento investments					
19. Sorento investments	1,969,929.00	2017-2018	1,575,943.20	393,985.80	
20. Larachi construction co	1,999,200.00	2017-2018	-	1,999,200.00	
21. Nurdin construction	6,950,488.00	2017-2018	4,865,341.60	2,085,146.40	
22. Qalaliwe Enterprises	2,980,176.50	2017-2018	1,192,070.60	1,788,105.90	
23. Qalaliwe Enterprises	3,925,801.00	2017-2018	1,570,320.40	2,355,480.60	
24. Hafare Blding construction	26,347,561.40	2017-2018	18,443,292.98	7,904,268.42	
25. Mt. Kulal contractors	20,060,000.00	2017-2018	16,048,000.00	4,012,000.00	
26. Rayfa construction co	2,896,423.00	2017-2018	1,737,883.80	1,158,539.20	
27. Extra Galaxy contractors	4,936,200.62	2017-2018	2,961,720.37	1,974,480.25	
28. Agargabo Enterprises	2,999,992.00	2017-2018	-	2,999,992.00	
29. Titabubo limited	10,056,216.70	2017-2018	6,134,292.19	3,921,924.51	
30. 21st century construction supplies ltd	3,000,000.00	2017-2018	2,700,000.00	300,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
31. Talex Enterprises ltd	2,951,000.00	2017-2018	-	2,951,000.00	
32. Warte construction	2,000,000.00	2017-2018	-	2,000,000.00	
33. Chalanga Construction	499,960.00	2017-2018	-	499,960.00	
34. Chalanga Construction	595,126.00	2017-2018	238,050.56	357,075.44	
35. Hilmo construction Company Limited	1,500,000.00	2017-2018	-	1,500,000.00	
36. Lobiri Construction Company LTD	500,000.00	2017-2018	-	500,000.00	
37. Lobiri Construction Limited	2,005,640.00	2017-2018	-	2,005,640.00	
38. Hafare Construction ltd	1,499,717.00	2017-2018	-	1,499,717.00	
39. Gangesa Enterprises Limited	500,000.00	2017-2018	-	500,000.00	
40. Lobiri Construction Limited	1,200,000.00	2017-2018	-	1,200,000.00	
41. Masnay Engineerings	1,999,840.00	2017-2018	-	1,999,840.00	
42. Senior Galchiir Construction and suppliers	499,960.00	2017-2018	-	499,960.00	
43. Telmer Company ltd	499,490.00	2017-2018	-	499,490.00	
44. Cato K Construction co	999,224.00	2017-2018	699,456.80	299,767.20	
45. Senior Galchir Construction & Suppliers	496,300.00	2017-2018	-	496,300.00	
46. Haajar Limited	499,496.00	2017-2018	349,647.20	149,848.80	
47. Tirgamo Enterprises	2,020,720.00	2017-2018	808,288.00	1,212,432.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
48. Beitu Company	1,000,000.00	2017-2018	-	1,000,000.00	
49. lomirimiriama investment ltd	500,000.00	2017-2018	-	500,000.00	
50. Senior Masters Construction LTD	499,948.00	2017-2018	-	499,948.00	
51. Gaal Gumbeh Lahaas Gen Construction	499,994.00	2017-2018	-	499,994.00	
52. Romile construction	1,799,995.00	2017-2018	-	1,799,995.00	
53. lomirimiriama investment ltd	503,881.00	2017-2018	-	503,881.00	
54. lomirimiriama investment ltd	191,600.00	2017-2018	-	191,600.00	
55. Masnay Engineerings	997,832.00	2017-2018	-	997,832.00	
56. Baretum Building	499,380.00	2017-2018	-	499,380.00	
57. Ilensah Investment	1,500,000.00	2017-2018	-	1,500,000.00	
58. Hamimc Contractors	497,874.00	2017-2018	-	497,874.00	
59. Sansar Company Limited	149,872.00	2017-2018	-	149,872.00	
60. Nurudhin Construction	1,499,999.00	2017-2018	1,049,999.00	450,000.00	
61. Saroba Enterprises	1,496,400.00	2017-2018	-	1,496,400.00	
62. Taqwa Ventures	700,000.00	2017-2018	-	700,000.00	
63. Nurudhin Construction	498,916.00	2017-2018	-	498,916.00	
64. Nurudhin Construction	149,999.00	2017-2018	-	149,999.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
65. Saroba Enterprises	598,734.00	2017-2018	-	598,734.00	
66. Nurudhin Construction	499,946.00	2017-2018	-	499,946.00	
67. Agha Adhi Enterprises	1,500,000.00	2017-2018	1,050,000.00	450,000.00	
68. New Generation Construction ltd	1,399,644.00	2017-2018	-	1,399,644.00	
69. 21st Centuary cons	1,508,000.00	2017-2018	-	1,508,000.00	
70. Humo Company	1,721,440.00	2017-2018	-	1,721,440.00	
71. Latu Waye Enterprises	499,322.00	2017-2018	499,322.00	-	
72. Funana Company	2,000,000.00	2017-2018	1,000,000.00	1,000,000.00	
73. Qachacha Construction	599,947.00	2017-2018	-	599,947.00	
74. Algee Construction Company ltd	1,505,916.00	2017-2018	-	1,505,916.00	
75. Baliti Construction	2,000,000.00	2017-2018	-	2,000,000.00	
76. Adail Links Enterprises	499,995.00	2017-2018	-	499,995.00	
77. Haisor Computing	499,960.00	2017-2018	-	499,960.00	
78. Buno Investment Limited	300,000.00	2017-2018	-	300,000.00	
79. Buno Investment	1,000,000.00	2017-2018	-	1,000,000.00	
80. Nasmi Enterprises	1,500,000.00	2017-2018	-	1,500,000.00	
81. Adail Links Enterprises	500,000.00	2017-2018	-	500,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
82. Adail Links Enterprises	500,000.00	2017-2018	-	500,000.00	
83. Hamy Investment	999,642.00	2017-2018	699,749.40	299,892.60	
84. Extra Galaxy Contractors and Gen	995,280.00	2017-2018	-	995,280.00	
85. Umoja Bros Contractors	499,972.00	2017-2018	349,980.40	149,991.60	
86. Alakoye Construction	299,860.00	2017-2018	-	299,860.00	
87. Alakoye Construction	99,760.00	2017-2018	-	99,760.00	
88. Alakoye Construction	499,960.00	2017-2018	-	499,960.00	
89. Said & Sons Agencies	999,224.00	2017-2018	-	999,224.00	
90. Zenchul Investment	1,000,036.00	2017-2018	-	1,000,036.00	
91. Zenchul Investment	649,344.00	2017-2018	519,475.20	129,868.80	
92. Qalaliwe Enterprises Limited	1,000,000.00	2017-2018	-	1,000,000.00	
93. Galoles Investment	499,800.00	2017-2018	-	499,800.00	
94. Tahmed Construction	499,952.00	2017-2018	-	499,952.00	
95. Segel Investment	498,800.00	2017-2018	-	498,800.00	
96. Segel Investment	642,640.00	2017-2018	-	642,640.00	
97. Goji Cotractors	1,500,000.00	2017-2018	-	1,500,000.00	
98. Goji Cotractors	585,000.00	2017-2018	-	585,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
99. Alkhal Dibu Limited	1,296,068.00	2017-2018	-	1,296,068.00	
100.Bale Contractors Limited	499,960.00	2017-2018	-	499,960.00	
101.Sora Chiwe Holdings	584,640.00	2017-2018	-	584,640.00	
102.Zenchul Investment	499,960.00	2017-2018	349,972.00	149,988.00	
103.Arano Digital	499,960.00	2017-2018	-	499,960.00	
104.Isaamid General Contractors	493,300.00	2017-2018	-	493,300.00	
105.El gufu Gen suppliers	999,456.00	2017-2018	-	999,456.00	
106.Chalbi Express	499,530.00	2017-2018	249,765.00	249,765.00	
107.Glacier Snow Ventures	299,744.00	2017-2018	-	299,744.00	
108.Said & Bros Agencies	1,892,400.00	2017-2018	-	1,892,400.00	
109.Marsabit Digital Technologies	200,000.00	2017-2018		200,000.00	
110.Sokorte Construction Company LTD	3,490,150.00	2017-2018	2,443,105.00	1,047,045.00	
111.Korbea Investment Limited	299,860.00	2017-2018	-	299,860.00	
112.Korbea Investment	1,399,772.00	2017-2018	-	1,399,772.00	
113.Gabodida Investment Limited	999,871.00	2017-2018	-	999,871.00	
114.Dadacha Company	995,836.00	2017-2018	-	995,836.00	
115.Lattu Liban Investment LTD	1,199,999.00	2017-2018	959,999.18	239,999.82	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
116.Jaldesa Investment Limited	999,978.00	2017-2018	-	999,978.00	
117.Sakulan company limited	3,099,520.00	2017-2018	2,169,664.00	929,856.00	
118.Bururi Enterprises Limited	1,599,524.00	2017-2018	-	1,599,524.00	
119.East Park ltd	497,778.00	13-02-2018	-	497,778.00	
120.Empiris Construction Ltd	499,902.00	28-04-2018	-	499,902.00	
121.Al - Hussein Investment Lrd	500,000.00	28-04-2018	-	500,000.00	
122.Adhe Ltd	495,378.00	26-04-2018	-	495,378.00	
123.Optrak Logistics Ltd	599,952.00	25-05-2018	-	599,952.00	
124.Galoles Investment Co.	499,900.00	17-05-2018	-	499,900.00	
125.El- Gufu Supplies & Const. Ltd	498,800.00	26-04-2018	-	498,800.00	
126.Ilbarok Agencies Kenya Ltd	1,499,662.00	43,259.00		1,499,662.00	
127.Qorti Limited	1,999,992.00	43,119.00		1,999,992.00	
128.Qorti Limited	1,999,987.00		999,993.50	999,993.50	
129.Qorti Limited	1,999,991.00		999,995.50	999,995.50	
130.Partone Investment Ltd	4,500,000.00	43,241.00	2,250,000.00	2,250,000.00	
131.El Gufu Gen. Supplies & Constr. Co.	2,490,000.00	43,216.00		2,490,000.00	
132.Loiy Gen Contractors Ltd	2,499,999.04	43,244.00		2,499,999.04	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
133.Buno Investments	500,000.00	43,209.00		500,000.00	
134.Buno Investments	500,000.00	43,202.00		500,000.00	
135.Algas Investors Co. Ltd	1,500,000.00	43,151.00	750,000.00	750,000.00	
136.Yalamlam Investments	994,993.75	43,154.00		994,993.75	
137.Trans-Horrian Investments Ltd	999,671.84	43,168.00		999,671.84	
138.Waamile Gen. Contractors & Supplies	2,495,368.60	43,255.00		2,495,368.60	
139.Biftu Contractors Ltd	2,999,067.60	43,244.00		2,999,067.60	
140.Buno Investments	2,000,000.00	43,209.00	800,000.00	1,200,000.00	
141.Galgumbe Company	4,661,000.00	43,157.00	3,500,000.00	1,161,000.00	
142.Alakoye Construction Company	6,486,991.00	43,220.00		6,486,991.00	
143.Empiris Construction Co. Ltd	3,999,974.70	43,517.00	2,000,000.00	1,999,974.70	
144.Abrakoja Investment Ltd	1,999,920.00	43,168.00		1,999,920.00	
145.Midroc Water Drilling Co. Ltd	4,110,000.00	43,179.00		4,110,000.00	
146.Golbitu Investment	2,000,000.00	43,166.00		2,000,000.00	
147.Saha Company	1,000,000.00	43,146.00		1,000,000.00	
148.Godoma Construction Co. Ltd	4,999,565.00	43,216.00		4,999,565.00	
149.Mt. Kulal Contractrs Ltd	3,490,000.00	43,160.00		3,490,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
150.Ganale Building & Gen. Contractors	3,999,669.00	43,182.00	1,999,834.50	1,999,834.50	
151.Brother Interlex Investment	800,000.00	43,146.00		800,000.00	
152.Adama Company Ltd	2,999,901.00	43,244.00		2,999,901.00	
153.Midroc Water Drilling Co. Ltd	4,998,440.00	43,217.00		4,998,440.00	
154.Mahir Enterprises Ltd	4,901,580.00	43,194.00	2,940,948.00	1,960,632.00	
155.Abdul Garage & Engineering	996,000.00	43,126.00		996,000.00	
156.Qalaliwe Enterprises Ltd	2,000,000.00	43,174.00		2,000,000.00	
157.Hammarz Limited	2,800,000.00	42,726.00		2,800,000.00	
158.Nanan Consruction Company	2,999,405.00	43,117.00		2,999,405.00	
159.El Gufu Gen. Supplies & Constr. Co.	1,499,190.00	43,223.00	1,199,352.00	299,838.00	
160.Extra Galaxy Contractors	4,000,000.00	43,209.00		4,000,000.00	
161.Ilbarok Agencies Kenya Ltd	3,991,869.00	43,213.00		3,991,869.00	
162.El Gufu Gen. Supplies & Constr. Co.	2,399,998.96	43,223.00		2,399,998.96	
163.Arano Digital Company	799,820.00	43,250.00		799,820.00	
164.Empiris Construction Co. Ltd	3,499,994.30	43,158.00	1,500,000.00	1,999,994.30	
165.Hormata Construction Company	4,087,490.50			4,087,490.50	
166.Margesh Enterprises Ltd	999,932.00			999,932.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
167.Lparaimo Investment	3,499,072.90			3,499,072.90	
168.Glacier snow white Ventures	1,999,510.00			1,999,510.00	
169.Gangeisa Enterprises Ltd	2,999,914.00			2,999,914.00	
170.Larachi Construction Limited	999,700.00			999,700.00	
171.Halgo Traders Ltd	500,000.00			500,000.00	
172.Senior Galchir Construction & supplies	1,994,683.80			1,994,683.80	
173.Sengererwa Dealers Ltd	1,998,925.90		999,462.95	999,462.95	
174.Kubi Investments Ltd	1,197,761.00			1,197,761.00	
175.Tanzil Limited	500,000.00			500,000.00	
176.Boka Holdings Ltd	2,500,000.00			2,500,000.00	
177.Gombo Trading Company	5,000,000.00		2,500,000.00	2,500,000.00	
178.Obora Uran Investment	3,000,000.00		1,500,000.00	1,500,000.00	
179.Marram Investments	4,000,000.00		2,000,000.00	2,000,000.00	
180.Shinyile Enterprises	3,000,000.00		1,500,000.00	1,500,000.00	
181.Buno Investments	500,000.00		400,000.00	100,000.00	
182.Barchbarcho Enterprises Ltd	2,500,000.00		1,750,000.00	750,000.00	
183.El Gufu Gen. Supplies & Constr. Co.	497,370.00		348,159.00	149,211.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
184.Rawani Investment Agencies	1,479,502.60		1,183,602.00	295,900.60	
185.Arro Company	1,500,000.00		1,200,000.00	300,000.00	
186.El Gufu Gen. Supplies & Constr. Co.	800,000.00		560,000.00	240,000.00	
187.Hamiy Investment	2,000,000.00		800,000.00	1,200,000.00	
188.Haldayan Investments Ltd	6,000,000.00		3,000,000.00	3,000,000.00	
189.Garwole investments	1,999,864.00		1,399,904.80	599,959.20	
190.Jabana Construction Company	2,999,067.60			2,999,067.60	
191.Balchuma Construction Company	1,499,957.00		1,199,965.00	299,992.00	
192.Balchuma Construction Company	2,499,914.00		2,399,931.00	99,983.00	
193.Boka Holdings Ltd	2,499,830.00		1,999,864.00	499,966.00	
194.Hamimo Contractors	2,748,000.00		1,786,200.00	961,800.00	
195.Umoja Bros Ltd	4,000,000.00		1,600,000.00	2,400,000.00	
196.Halal Kader Company	1,999,746.00		900,000.00	1,099,746.00	
197.Qachacha Construction Company	2,000,000.00		1,000,000.00	1,000,000.00	
198.Algas Investors Co. Ltd	760,000.00		350,000.00	410,000.00	
199.Daasanach Construction	10,695,596.00		5,347,798.00	5,347,798.00	
200.sakuian limited	2,996,138.00		2,396,910.00	599,228.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
201.Adail Links	3,000,000.00		2,400,000.00	600,000.00	
202.Anderi Investments	4,993,992.84		2,496,996.42	2,496,996.42	
203.Liban Construction Company	4,998,821.00		2,499,410.00	2,499,411.00	
204.Daknan Construction	1,500,000.00		750,000.00	750,000.00	
205.El Gufu Gen. Supplies & Constr. Co.	1,500,000.00		1,200,000.00	300,000.00	
206.Hanur Investments	2,499,240.00		1,749,468.00	749,772.00	
207.El Gufu Gen. Supplies & Constr. Co.	3,999,964.00		2,799,974.00	1,199,990.00	
208.Safwa Construction Company	4,981,922.00		3,539,922.00	1,442,000.00	
209.Kargi Investment	4,998,425.72		2,499,226.85	2,499,198.87	
210.Arro Company	3,000,000.00		1,500,000.00	1,500,000.00	
211.Exciting Enterprises	1,999,800.00		999,920.00	999,880.00	
212.Hilmo Construction company	1,999,900.00			1,999,900.00	
213.Lparaimo Investment	2,599,280.00		1,299,640.00	1,299,640.00	
214.Lparaimo Investment	2,783,384.00		1,391,692.00	1,391,692.00	
215.Loomugul Investment	2,499,000.00			2,499,000.00	
216.Alakoye Construction Company	1,499,999.00			1,499,999.00	
217.Arano Digital Company	1,999,917.00			1,999,917.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
218.Sagu Enterprises	2,499,830.00		1,249,915.00	1,249,915.00	
219.Gobso Gen. Supplies Ltd	1,999,980.00			1,999,980.00	
220.Obora Uran Investment	2,998,927.05			2,998,927.05	
221.Banale General Construction and supplies	1,800,000.00			1,800,000.00	
222.Forolle Building Construction	2,596,000.00		778,800.00	1,817,200.00	
223.Mabos Construction and Supplies	1,999,982.00		900,000.00	1,099,982.00	
224.Tirgamo Enterprises	2,999,998.90			2,999,998.90	
225.Obura uran company ltd	2,700,000.00		2,666,675.00	33,325.00	
226.Halgo traders	3,200,000.00		-	3,200,000.00	
227.Loiy general contractors	2,499,999.96		-	2,499,999.96	
228.Gamachu contraction	1,604,166.67		1,375,000.67	229,166.00	
229.Khote investment ltd	1,633,333.30		1,166,673.65	466,659.65	
230.Jajaba contruction and supplies	758,333.33		541,667.33	216,666.00	
231.Sodana limited	1,604,166.67		1,145,840.22	458,326.45	
232.Bilali general contractors ltd	1,604,166.67		1,145,840.22	458,326.45	
233.Jima service	1,604,166.67		1,145,840.22	458,326.45	
234.Tumadisa company ltd	1,604,166.67		1,145,840.22	458,326.45	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
235.Saha company ltd	758,333.33		541,667.33	216,666.00	
236.Rukesa general construction	2,760,000.00		920,000.00	1,840,000.00	
237.Kupirasa company ltd	2,760,000.00		920,000.00	1,840,000.00	
238.Beitu enterprise	2,779,992.00		463,332.00	2,316,660.00	
239.Latuwaye enterprise ltd	2,700,000.00		450,000.00	2,250,000.00	
240.Boaz investment	2,999,000.00		-	2,999,000.00	
241.Funana company ltd	4,000,000.00		-	4,000,000.00	
242.Jilichi investment	2,999,000.00		-	2,999,000.00	
243.Talent medical service ltd	149,884.76		-	149,884.76	
244.Rainbow youth enterprise and investment	3,000,000.00		2,399,808.00	600,192.00	
245.Saroba enterprise	1,650,000.00		1,319,616.00	330,384.00	
246.Malach general	1,200,000.00		599,998.00	600,002.00	
247.Dream ep global	2,992,500.00			2,992,500.00	
Sub-Total	**590,480,198.17**		**191,977,238.63**	**397,253,044.54**	
Supply of goods					
1. Dalatu Investment Limited	14,185,156.00	2017-2018	9,984,900.00	4,200,256.00	
2. Bilqi Construction and General Supplies	1,798,000.00	2017-2018	-	1,798,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
3. Budima General supplies	1,994,400.00	2017-2018	885,900.00	1,108,500.00	
4. Khujoo limited	2,998,600.00	2017-2018	-	2,998,600.00	
5. Span Tax Limited	1,999,840.00	2017-2018	-	1,999,840.00	
6. Masnay Engineerings	1,995,200.00	2017-2018	-	1,995,200.00	
7. Cato K Construction co	997,600.00	2017-2018	-	997,600.00	
8. Lobiri Construction	498,000.00	2017-2018	-	498,000.00	
9. mamola enterprises	1,997,520.00	2017-2018	-	1,997,520.00	
10. mamola enterprises	2,998,600.00	2017-2018	-	2,998,600.00	
11. Gaal Gumbeh Lahaas Gen Construction	500,000.00	2017-2018	-	500,000.00	
12. Senior Masters Construction LTD	999,920.00	2017-2018	-	999,920.00	
13. Yalamlam Investment	998,992.00	2017-2018	-	998,992.00	
14. Susum Company Limited	3,999,100.00	2017-2018	-	3,999,100.00	
15. Humo Company	1,278,320.00	2017-2018	-	1,278,320.00	
16. funana Company Limited	1,000,000.00		-	1,000,000.00	
17. Funana Company	499,032.00	2017-2018	-	499,032.00	
18. Gadha Investment	994,000.00	2017-2018	-	994,000.00	
19. FUnana Company	500,000.00	2017-2018	-	500,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
20. Rahsam General Supply	1,498,720.00	2017-2018	-	1,498,720.00	
21. Boka Holdings Company ltd	149,988.00	2017-2018	-	149,988.00	
22. Mshepha Enterprises	499,148.00	2017-2018	-	499,148.00	
23. Marsabit Investment	1,499,880.00	2017-2018	-	1,499,880.00	
24. Machole Contructors	1,496,516.00	2017-2018	-	1,496,516.00	
25. Qancharo constru	702,960.00	2017-2018	-	702,960.00	
26. Arano Digital	584,640.00	2017-2018	-	584,640.00	
27. Arano Digital	1,415,316.00	2017-2018	-	1,415,316.00	
28. Glacier Snow Ventures	1,090,400.00	2017-2018	-	1,090,400.00	
29. Yesala Emterprises ltd	1,100,000.00	2017-2018	-	1,100,000.00	
30. mamola enterprises	3,497,400.00	2017-2018	-	3,497,400.00	
31. kupirassa company Limited	2,791,500.00	2017-2018	-	2,791,500.00	
32.	40,000,000.00	2017-2018	-	40,000,000.00	
33. Adhe Limited	1,200,000.00	2017-2018	-	1,200,000.00	
34. Machole Contructors	4,500,000.00	2017-2018	-	4,500,000.00	
35. Machole Contructors	500,000.00	2017-2018	-	500,000.00	
36. Gamoji Contractors	7,000,000.00	2017-2018	-	7,000,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
37. KIWANJA CONTRACTORS	400,000.00			400,000.00	
38. KUPIRASSA COMPANY LIMITED	999,200.00	2017/2018	-	999,200.00	
39. GURUMESA CONTRACTORS LTD	799,980.00	2017/2018	-	799,980.00	
40. SENIOR MASTERS CONSTRUCTION LTD	500,000.00	2017/2018	-	500,000.00	
41. LALESA CO.LTD	1,998,500.00	2017/2018	-	1,998,500.00	
42. AMBALLO CONSTRUCTION LTD	499,000.00	2017/2018	-	499,000.00	
43. MALLU CONSTRUCTION COMPANY	1,000,000.00	2017/2018	-	1,000,000.00	
44. SAMUA INVESTMENT LTD	500,000.00	2017/2018	-	500,000.00	
45. BALCHUMA CONSTRUCTION COMPANY LIMITED	3,998,520.00	2016/2017	2,399,112.00	1,599,408.00	
46. LARACHI CONSTRUCTION LTD	3,000,119.00	2016/2017	2,400,096.00	600,023.00	
47. GOF INVESTMENT LTD	3,893,598.00	2015/2016	3,000,000.00	893,598.00	
48. MACHOLE CONSTRUCTION CO.	1,000,000.00		-	1,000,000.00	
49. SAAB GENERAL CONTRACTORS LIMITED	2,478,795.00	2016/2017	1,735,157.00	743,638.00	
50. SAAB GENERAL CONTRACTORS LIMITED	1,499,764.00	2016/2017	1,349,788.00	149,976.00	
51. LARACHI CONSTRUCTION LTD	3,599,940.00	2016/2017	3,599,940.00	-	
52. SENIOR MASTERS CONSTRUCTION LTD	3,999,516.00	2016/2017	3,199,295.00	800,221.00	
53. MUSA CONSTRUCTION COMPANY AND SUPPLIES COMPANY	3,999,679.00	2016/2017	3,199,744.00	799,935.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
54. DIGITAL AGE CONSTRUCTION COMPANY	3,996,466.00	2016/2017	3,976,466.00	20,000.00	
55. FAMO CONSTRACTORS LTD	68,000,000.00	2014/2015	60,527,181.00	7,472,819.00	
56. KARGI INVESTMENT LTD	1,598,480.00	2016/2017	1,278,784.00	319,696.00	
57. YUZAJ COMPANY LIMITED	1,299,896.00	2017/2018	1,039,917.00	259,979.00	
58. HAMIY INVESTMENT	1,499,880.00	2017/2018	1,199,904.00	299,976.00	
59. LARACHI CONSTRUCTION LTD	4,999,542.00	2017/2018	-	4,999,542.00	
60. LATTU GENERAL ENTERPRISES	986,000.00	2017/2018	-	986,000.00	
61. YABALLO GENERAL CONTRACTORS	3,590,081.00	2017/2018	2,872,065.00	718,016.00	
62. TULLUS SENIOR INVESTMENT	4,462,713.00	2017/2018	-	4,462,713.00	
63. AMAKO REALTORS COMPANY LTD	999,920.00	2017/2018	-	999,920.00	
64. CATO-K CONSTRUCTION	111,360.00	2017/2018	-	111,360.00	
65. SAHA COMPANY LIMITED	999,920.00	2017/2018	-	999,920.00	
66. MALLU CONSTRUCTION COMPANY	2,999,989.00	2017/2018	2,399,991.00	599,998.00	
67. JAMARTECH VENTURES LIMITED	2,000,000.00	2017/208	1,600,000.00	400,000.00	
68. PARAMOUNT CONSTRUCTION COMPANY LTD	4,195,929.00	2017/2018	-	4,195,929.00	
69. MALLARB COMPANY LTD	4,961,638.00	2017/2018	-	4,961,638.00	
70. RAWAN GENERAL CONTRACTORS	1,200,000.00	2017/2018	-	1,200,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
71. RAWAN GENERAL CONTRACTORS	2,824,000.00	2017/208	-	2,824,000.00	
72. BILAL LIMITED	1,698,066.00	2017/2018	1,358,452.00	339,614.00	
73. MALLU CONSTRUCTION COMPANY	1,989,980.00	2017/2018	1,591,984.00	397,996.00	
74. HAMIY INVESTMENT	1,998,920.00	2017/2018	1,599,136.00	399,784.00	
75. MALLU CONSTRUCTION COMPANY	3,195,200.00	2017/2018	1,278,080.00	1,917,120.00	
76. LARACHI CONSTRUCTION LTD	3,999,833.00	2017/2018	-	3,999,833.00	
77. El-Gufu General Supplies	2,496,224.00	26-04-2018		2,496,224.00	
78. BM Abdo Trading Co. Ltd	1,198,000.00	43,257.00		1,198,000.00	
79. Baraka Gen. Company Ltd	2,496,552.00	43,255.00		2,496,552.00	
80. Gobso Gen. Supplies Ltd	1,245,000.00	43,230.00		1,245,000.00	
81. Simba Corporation Ltd	24,966,600.00			24,966,600.00	
82. Halifo Gen. Contractors & Supplies	2,000,000.00	43,133.00		2,000,000.00	
83. Jamartech Ventures Ltd	1,084,000.00	43,189.00		1,084,000.00	
84. Hopebizz Investment Company Ltd	984,318.00	43,241.00		984,318.00	
85. Richport Services	11,700,000.00			11,700,000.00	
86. Arro Company	1,999,944.00			1,999,944.00	
87. Trans-Horrian	7,000,000.00			7,000,000.00	

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017
88. Nomad (K) Limited	8,252,920.00			8,252,920.00	
89. Kalacha Gen. Contractors	2,998,439.00		1,499,219.50	1,418,745.00	
Sub-Total	**337,955,169.00**		**113,975,111.50**	**223,899,583.00**	
Supply of services					
1. Bowyer Ground water Surveys Ltd	649,000.00	24.05.2018	-	649,000.00	
2.					
Sub-Total					
Grand Total	**1,200,883,385.37**		**420,943,668.41**	**778,609,327.46**	

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2014	Outstanding Balance 2013	Comments
		a	b	c	d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2014	Outstanding Balance 2013	Comments
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (*specify*)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
		a	b	c	d=a-c		
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 (*specify*)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2017/2018	Historical Cost (Kshs) 2016/2017
Land		
Buildings and structures		
Transport equipment		
Office equipment, furniture and fittings		
ICT Equipment, Software and Other ICT Assets		
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total		