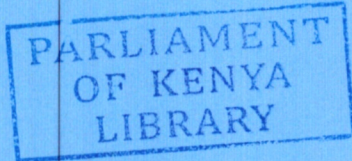


# REPORT

PAPERS LAID	
DATE	12/05/2022
TABLED BY	D.S.M.W.
COMMITTEE	
CLERK AT THE TABLE	WMA

OF

**THE AUDITOR-GENERAL**



ON

**NAROK COUNTY BURSARIES FUND**

**FOR THE YEAR ENDED  
30 JUNE, 2020**





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**COUNTY GOVERNMENT OF NAROK  
NAROK COUNTY BURSARY FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2020**

---

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



**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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**COUNTY GOVERNMENT OF ABC**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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**KEY ENTITY INFORMATION AND MANAGEMENT**

**(a)Background information**

Narok County is constituted as per the Constitution of Kenya, 2010. It is charged with the responsibility of providing a variety of services to residents within its area of jurisdiction. These include the services that were hitherto provided by the defunct Town Council of Narok, defunct County Council of Narok and defunct County Council of TransMara. It also provides the services that have been transferred from the national government. The county is headed by the County Governor, who is responsible for the general policy and strategic direction of the County. The Governor is supported by an Executive Committee in carrying out the mandate as stipulated in the Constitution. The County Executive Committee Member for Finance and Economic Planning is in charge of the County Treasury. One of the functions of the CEC – Finance is financial reporting at the County level.

**Vision**

“Economic Transformation for a Shared Prosperity”

**Mission**

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

**Core Values**

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

**(b)Key management**

The County’s day-to-day management is under the following key organs:

	<b>Name</b>	<b>Designation</b>	<b>Date of holding office</b>
1.	Philip N. Tipaa	Chief Officer Education & Social Services.	08.06.2016
2.	Daniel Meshuko	Chief Executive Officer	13.Dec.2016
3.	Zakaria Kimani	Departmental Accountant	08.06.2016

**(c)Fiduciary management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2019 and who had direct fiduciary responsibility were:



**COUNTY GOVERNMENT OF NAROK**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

No.	Name	Designation
1.	Philip N. Tipaa ( Bachelors)	Chief officer Education
2.	Daniel Meshuko ( Bachelors)	Chief Executive Officer
3.	Ben Saruni	Administrator
4.	Zakaria Kimani (CPA K)	Accountant

**(g)Entity bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
2. Transnational Bank  
P.O Box 282-20500  
Narok, Kenya

**(h)Independent Auditors**

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

**(i)Principal Legal Adviser**

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

**1. COMMENTARY BY THE CO, EDUCATION& SOCIAL SERVICES**

It is my pleasure to present the County Government of Narok financial statements for the year ended 30<sup>th</sup> June 2020. This financial statement present the financial performance of the County Government in the department of Bursary Fund over the past year.

The promulgation of the Constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralised system with a devolved system of governance. The devolved system of governance consists of the National Government and 47 County Governments.



## COUNTY GOVERNMENT OF ABC

### Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

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#### Financing of the County Governments

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

The County also finances its operations through own generated revenues. These are revenues collected within the County. The key local revenue sources for Narok County includes Park fees, business permits, land rates, business plan approval, advertising fees, cesses and various other administrative charges.

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

- 1) Automation of revenue collection system – the County is currently testing, as a pilot, the viability of using E-Citizen as the revenue collection system;
- 2) Consultancy on revenue potential – the County has hired a reputable international consultant to study the County revenue potential and advise the County on new streams of revenue and ways of enhancing the current streams to achieve their full potential. **Financial Performance**

#### a) Revenue

In the year ended 30<sup>th</sup> June 2020, the County had projected to award bursary revenues of KShs 220,000,000 to be released through the County Treasury. A total of Kshs 133,500,000 (One Hundred and Thirty Three Million, Five Hundred Thousand Only) was however released.

#### b) Payments

Our total expenditure for the year amounted to KShs 133,337,894 all of which was recurrent expenditure, representing 99.8% consumption.

Much of the expenditure went into supporting scholarship programme funded through Elected and nominated Mac's bursary allocations to various wards. As such, we are committed to improving and lifting the Education standards within Narok County.

#### c) Cash flows

In the FY 2019/2020, we have not had many liquidity disruptions. This was as a result of proper planning by the County and timely disbursements by the National Treasury. The cash and cash equivalents amounted to Kshs 162,106.



**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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**d) Accounts receivables**

Imprest management is a critical area of focus in Narok County. Our aim is to adhere to the PFM regulations on imprest management. We appreciate that there was no any outstanding imprests during the financial year ended 30<sup>th</sup> June 2020.

**f) Fixed assets**

Narok County has made significant investments in fixed assets since coming into office in 2013. Additionally, we inherited some assets from the defunct municipal council. We are in the process of developing a comprehensive asset management policy, which we hope to finalize in FY 2019/2020. The policy will among other things incorporate physical verification of all assets, valuation of assets, tagging of assets and maintenance of an asset register.

**Operational performance**

The County's operations are structured in terms of departments which are headed by a County Executive Committee member. For seamless service delivery, all departments have to work in unison and synergize. The department of Bursary is solely mandated to identify, provide and support scholarship programs and other educational programs.

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

- 1) Paper work- since the department has no any automated system to operate with allot of paper work is experience in the department.
- 2) We have also experienced challenges with IFMIS as a result of down times and poor internet connectivity. This has in some instance delayed transfers of money to our departmental account hence the board does not disbursed bursary for needy student as per our regulations.
- 3) Political interference –since MCAs are direct involved in bursaries, operations become a bigger challenge due to political interferers and therefore the due process may be not followed.
- 4) Staff turnover – staff turnover was high in expert and specialization positions due to the inability by the County to offer huge compensation packages compared to the private sector.
- 5) Lack of automated system – The department is experiencing a bigger problem in disbursement which leads to errors due to lack of automated system.

**Conclusion**

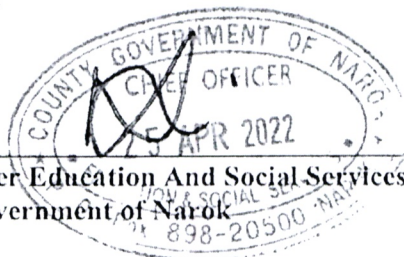
FY 2019/2020 was a good year in general. Good progress was made and the momentum has been created to enable many students in both public and private university as well as middle college's graduated as well as secondary student completed their o level, Narok County continue on a trajectory into prosperity. We have identified gaps and areas to improve on in the subsequent years.

I take this opportunity to thank H.E. the Governor and the Deputy Governor for their support. I would also want to thank my colleagues, the County Executive Committee Members in charge of other

**COUNTY GOVERNMENT OF ABC**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

departments who we have worked hand in hand to ensure that NAROK COUNTY BURSARY FUND achieves its mission.

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



**Chief Officer Education And Social Services,**  
**County Government of Narok**

**2. STATEMENT OF CORPORATE GOVERNANCE**

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

The County Bursary Board is made up of Board members, Chief Executive Officer, Chief Officer and the Secretariat.

**3. STATEMENT OF COMPLIANCE**

The County Government is regulated by various laws and regulations. As a County Government, we are committed to ensuring that we have complied with all the laws and regulations governing County Governments.

- a) Financial reporting – Section 166 of the PFM Act (2012) requires the County Treasury to submit quarterly reports to the County Assembly and deliver copies to the Controller of Budget, National Treasury and the Commission on Revenue Allocation (CRA), no later than one month after the end of each quarter. Narok County complied with this requirements and submitted the quarterly reports within the stipulated timelines.
- b) Fiscal responsibilities – Section 107 of the PFM Act (2012) stipulates the requirements of the County Treasury in enforcing fiscal responsibility.
  - “The county government’s recurrent expenditure shall not exceed the county government’s total revenue” – in FY 2019/2020, Narok County Bursary Fund complied with this requirement whereby the recurrent expenditure was KShs 133:337,894 against total revenues of KShs 133,500,000.



**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

**4. 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.

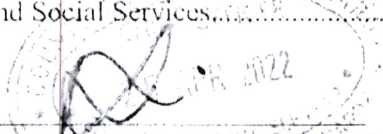
The Chief Officer is the departmental accounting officer who is charged with the responsibility of preparing financial statements, which give a true and fair view of the state of affairs of the department for and as at the end of the financial year ended on June 30, 2020. This responsibility includes: (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 policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The statements 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 Chief Officer for Education and Social Services is of the opinion that the Bursary financial statements give a true and fair view of the state of the County Government's transactions during the financial year ended June 30, 2020, and of its financial position as at that date. The Chief Officer for Education and Social Services 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 Chief Officer for Education and Social Services confirms that the Bursary Fund 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 Chief Officer for Education and Social Services 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 Bursary Fund financial statements were approved and signed by the Chief Officer for Education and Social Services.....Date



1. Chief Officer for Education and Social Services

**2. REPORT OF THE INDEPENDENT AUDITORS TO THE COUNTY GOVERNMENT OF NAROK .**

We have audited the accompanying (consolidated) financial statements of County Government of Narok for the year ended June 30, 2020, which comprise: (i) a statement of receipts and payments; (ii) a statement of financial assets and liabilities; (iii) a statement of comparative budget and actual

**COUNTY GOVERNMENT OF ABC**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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amounts; (iv) a statement of pending bills as at June 30, 2020; and (v) a summary of significant accounting policies and other explanatory information. **Management’s responsibility for the financial statements**

The *entity’s* Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards, and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors’ responsibility**

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors’ judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the *entity’s* preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the entity as at June 30, 2020, and its receipts and payments, as well as cash flows for the year then ended in accordance with International Public Sector Accounting Standards.

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Auditor General

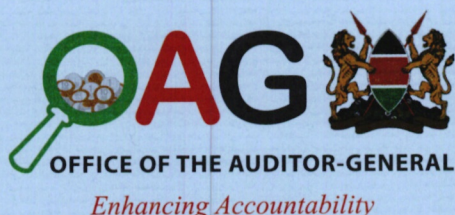
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Date



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NAIROBI

## REPORT OF THE AUDITOR-GENERAL ON NAROK COUNTY BURSARIES FUND FOR THE YEAR ENDED 30 JUNE, 2020

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### REPORT ON THE FINANCIAL STATEMENTS

#### Disclaimer of Opinion

I have audited the accompanying financial statements of Narok County Bursaries Fund set out on pages 1 to 22, which comprise the statement of financial assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and 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 do not express an opinion on the accompanying financial statements. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

#### Basis for Disclaimer of Opinion

##### 1. Presentation and Disclosure in Financial Statements

The Fund's financial statements are prepared in accordance with the Cash Basis of accounting method under the International Public Sector Accounting Standards (IPSAS) instead of IPSAS - Accrual Basis as prescribed by the Public Sector Accounting Standards Board (PSASB) in accordance with Section 194(1) (d) of the Public Finance Management Act, 2012.

Consequently, the annual report and the financial statements for the year ended 30 June, 2020 are not prepared in the format prescribed by the PSASB.

##### 2. Inaccuracies in the Financial Statements

A review of the financial statements provided for audit revealed the following inaccuracies;

- 2.1 The statement of receipts and payments reflects transfers from other government entities of Kshs.133,500,000 which is indicated as disclosed in Note 3 to the financial statements. However, there is no Note 3 in the financial statements.



- 2.2 The statement of receipts and payments reflects other payments of Kshs.1,208,968 as disclosed in Note 13 to the financial statements. However, Note 13 reflects a nil balance leading to an unexplained variance of Kshs.1,208,968.
- 2.3 A review of records revealed variances between the financial statements and ledger balances as detailed below;

<b>Components</b>	<b>Financial Statements amounts Kshs.</b>	<b>Amount as per the ledger Kshs.</b>	<b>Variance Kshs.</b>
Use of goods and services	5,819,760	7,000,144	(1,180,384)
Transfer to other government Units	126,309,166	116,441,801	9,867,365
<b>Total</b>	<b>132,128,926</b>	<b>123,441,945</b>	<b>8,686,981</b>

In the circumstances, the accuracy and completeness of the financial statements for the year ended 30 June, 2020 could not be confirmed.

### **3. Failure to Prepare Financial Statements**

The Fund was established on 28 October, 2013 through an Act of the Narok County Assembly to be managed and administered by the Board. However, the Board has not submitted for audit financial statements and all proper books and records of accounts for the financial years 2013/2014 to 2018/2019 contrary to the provisions of Section 21 of the Narok County Bursary Fund Act, 2013.

In the circumstances, the accuracy of the opening balances in the financial statements presented for audit for year ended 30 June, 2020 cannot be confirmed.

### **4. Trial Balance**

The financial statements for the year ended 30 June, 2020 have not been supported by a trial balance. All the balances in the ledgers and other schedules could therefore not be verified and confirmed.

Consequently, the accuracy and completeness of the financial statements for the year ended 30 June, 2020 could not be confirmed.

### **5. Cash and Cash Equivalents**

The statement of assets and liabilities as at 30 June, 2020 reflects cash and cash equivalents balance of Kshs.162,106. However, the following anomalies were noted:

#### **5.1 Unaccounted for Cash Withdrawals**

A review of the bank statements relating to current account held in a bank revealed that the Fund Management withdrew cash totaling Kshs.5,484,500 for unspecified payments which were not supported by appropriate authority, documentation and



pre-numbered payment vouchers contrary to Regulation 104(1) of Public Finance Management (County Governments), Regulations, 2015.

## **5.2 Unsupported Bank Balances**

The cash and cash equivalents of Kshs.162,106 was not supported by bank reconciliation statement for the month of June, 2020 contrary to Regulation 90 (1) of Public Finance Management (County Governments) Regulations, 2015. Further, documents provided for audit revealed Kshs.637,000 in respect to lost cheques. However, no explanation had been provided on action taken by the Management to recover the cheques.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.162,106 as at 30 June, 2020 could not be confirmed.

## **6. Unsupported Payments**

As disclosed in Note 13 to the financial statements, the statement of receipts and payments reflects Kshs.1,208,968 in respect of other payments. However, documentary evidence was not provided in support of the expenditure.

As a result, the accuracy and completeness of the Kshs.1,208,968 for the year ended 30 June, 2020 cannot be confirmed.

## **7. Use of Goods and Services**

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects use of goods and services amounting to Kshs.5,819,790 out of which Kshs.2,090,650 spent on office expenses were not supported with the required documents including counter requisition voucher (S13), bin card (S3) and counter receipt and issue voucher (S11) and inspection and acceptance reports of the goods supplied contrary to Regulation, 99 (3) Public Finance Management (County Governments) Regulations, 2015

Consequently, it is not possible to confirm the validity of the Kshs.5,819,790 for the year ended 30 June, 2020. In addition, the Fund's Management was in breach of the law.

## **8. Irregular Payment of Board Allowances**

Note 7 to the financial statements reflects Kshs.5,819,760 on use of goods and services out of which Kshs.4,022,500 relates to lunches and overtime to Board members and staff. However, Board members attendance lists and other supporting documents were not provided for audit review.

In the circumstances, the validity of the Kshs.4,022,500 for the year ended 30 June, 2020 cannot be ascertained.

## **9. Bursary Disbursements**

### **9.1 Unsupported Bursary Disbursements**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects transfers to other government units of Kshs.126,309,166. However, supporting documents including bursary applications register, bursary committee minutes or approval by the County Bursary Committee, acknowledgements from the respective institutions and data/reports on the eligibility of the students for bursaries were not provided for audit review. It was therefore not possible to confirm if the Fund complied with Section14 of Narok County Bursary Act, 2013.

### **9.2 Irregular Payments to Private Institutions**

Note 8 to the financial statement reflects transfers to other government units of Kshs.126,309,166 out of which Kshs.1,557,000 was paid to private institutions and Kshs.1,141,000 paid to eight (8) driving schools. Further, documents in support of how the beneficiaries were identified including properly completed application forms, ward committee minutes approving the forms, research and data on eligibility of the students and academic performance of the beneficiaries' post-graduation were not provided for audit verification. It was therefore not possible to confirm if the Fund complied with Section14 of Narok County Bursary Act, 2013.

In the circumstances, the accuracy of the Kshs.126,309,166 for the year under review could not be confirmed. In addition, the Fund's Management was in breach of the law.

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

### **Conclusion**

I do not express a conclusion on the lawfulness and effectiveness in the use of public resources as required by Article 229(6) of the Constitution. Because of the significance of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

### **Basis for Conclusion**

#### **Non-Adherence to Maximum Ceiling of 3% on Fund Administration Costs**

The statement of receipts and payments indicate that Kshs.7,028,728 or approximately 5.3% of the approved budget was spent on costs related to fund administration contrary to Regulation 197 (1) (d) of the Public Finance Management (County Governments) Regulations, 2015 which set the administration costs of funds established by county governments at a maximum of three (3%) percent of the approved budgets.



In the circumstances, the Fund's Management was in breach of the law.

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

### **Conclusion**

I do not express a conclusion on the effectiveness of internal controls, risk management and governance as required by Section 7(1)(a) of the Public Audit Act, 2015. Because of the significance of the matters described in the Basis for Conclusion of Internal Controls, Risk Management and Governance section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

### **Basis for Conclusion**

#### **Failure to Develop Risk Management Strategy**

The Fund's Management has not developed risk management strategies contrary to Regulation 158(1) of the Public Finance Management (County Governments) Regulations, 2015.

In the circumstances, the effectiveness of the Fund's internal controls and risk management for the year under review could not be confirmed.

### **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 Fund'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 County Government is aware of the intention to terminate the Fund or to cease operations.

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

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


Those charged with governance are responsible for overseeing the Fund'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**

My responsibility is to conduct an audit of the financial statements in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

In addition, my responsibility is 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. I also consider internal control, risk management and governance processes and systems in order to give an assurance on the effectiveness of internal controls, risk management and governance 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. However, because of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources, and Internal Controls, Risk Management and Governance sections of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit conclusion.

I am independent of the Fund in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya.

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

**Nairobi**

**10 February, 2022**



**COUNTY GOVERNMENT OF ABC**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

**6. FINANCIAL STATEMENTS**

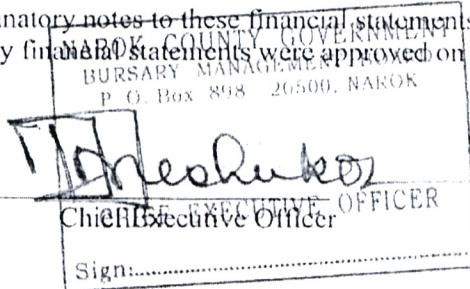
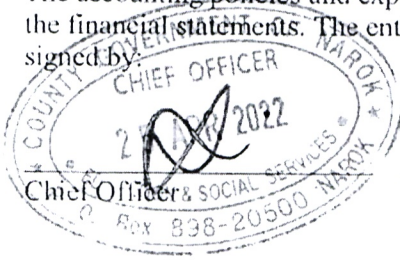
**6.1. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	FY2019/2020 KShs	FY2018/2019 KShs
<b>RECEIPTS</b>			
Proceeds from Domestic and Foreign Grants	1	-	-
Exchequer releases	2	-	-
Transfers from Other Government Entities	3	133,500,000	187,500,000
Proceeds from Domestic Borrowings	4	-	-
County Own Generated Receipts	5	-	-
<b>TOTAL RECEIPTS</b>		<b>133,500,000</b>	<b>187,500,000</b>
<b>PAYMENTS</b>			
Compensation of Employees	6		
Use of goods and services	7	5,819,760	
Transfers to Other Government Units	8	126,309,166	171,500,000
Other grants and transfers	9		
Social Security Benefits	10		
Acquisition of Assets	11		
Finance Costs, including Loan Interest	12		-
Other Payments	13	1,208,968	16,000,000
<b>TOTAL PAYMENTS</b>		<b>133,337,894</b>	<b>187,446,256</b>
		162,106	53,744
<b>SURPLUS/DEFICIT</b>			

COUNTY GOVERNMENT OF ABC

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

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 \_\_\_\_\_ 2020 and signed by:





COUNTY GOVERNMENT OF ABC  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

6.2. STATEMENT OF ASSETS AND LIABILITIES

	Note	FY2019/2020 KShs	FY2018/2019 KShs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	14A	162,106	53,744
Cash Balances	14B		
<b>Total Cash and cash equivalent</b>		<b>162,106</b>	<b>53,744</b>
Accounts receivables – Outstanding imprests	15		-
		<b>162,106</b>	<b>53,744</b>
<b>TOTAL FINANCIAL ASSETS</b>			
<b>FINANCIAL LIABILITIES</b>			
Accounts Payables – Deposits and retentions	16		

**COUNTY GOVERNMENT OF ABC**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

**NET FINANCIAL ASSETS**

**REPRESENTED BY**

Fund balance b/fwd19

Surplus/Deficit for the year 53,744 53,744

**NET FINANCIAL POSITION**

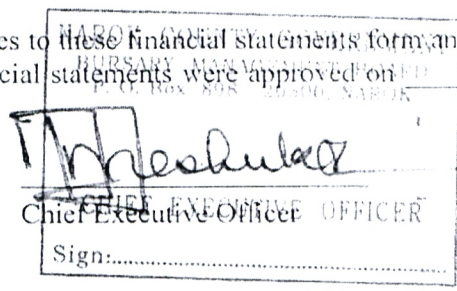
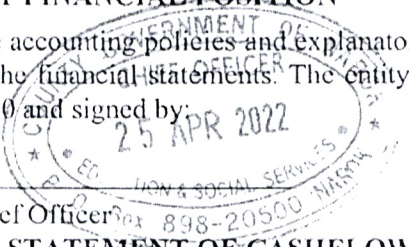
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 25 APR 2022 and signed by:

Chief Officer

Chief Executive Officer

**6.3. STATEMENT OF CASH FLOWS**

		FY2019/2020	FY2018/2019
		KShs	KShs
<b>Receipts for operating income</b>			
Proceeds from Domestic and Foreign Grants	1	133,500,000	187,500,000
Exchequer Releases	2	-	-
Transfers from Other Government Entities	3	-	-
Other Revenues	5	-	-
		<u>133,500,000</u>	<u>187,500,000</u>
<b>Payments for operating expenses</b>			
Compensation of Employees	6		
Use of goods and services	7	5,819,716	16,000,000
Transfers to Other Government Units	8		
Other grants and transfers	9	126,309,166	171,500,000
Social Security Benefits	10		
Finance Costs, including Loan Interest	12		





COUNTY GOVERNMENT OF ABC  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

Other Expenses	13	<u>133,337,894</u>	<u>187,446,256</u>
----------------	----	--------------------	--------------------

**Adjusted for:**

Decrease/(Increase) in Accounts receivable  
Increase/(Decrease) in Accounts Payable

-	-
-	-
-	-
<u>162,106</u>	<u>53,744</u>

Net cash flow from operating activities

**CASHFLOW FROM INVESTING ACTIVITIES**

Acquisition of Assets 11  
Net cash flows from Investing Activities

**CASHFLOW FROM BORROWING ACTIVITIES**

Proceeds from Domestic Borrowings 4  
Net cash flow from financing activities

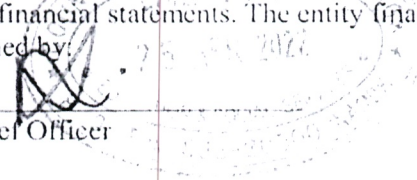
**NET INCREASE IN CASH AND CASH EQUIVALENT** \_\_\_\_\_ 162,106

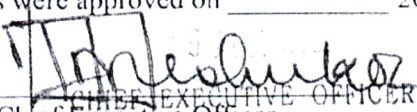
Cash and cash equivalent at **BEGINNING** of the year 2019

Cash and cash equivalent at **END** of the year 14A

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 \_\_\_\_\_ 2020 and signed by:

Chief Officer



NAROK COUNTY GOVERNMENT  
 HUMAN RESOURCE MANAGEMENT BOARD  
 P.O. BOX 8000 NAROK  
  
 CHIEF EXECUTIVE OFFICER  
 Sign:.....

6.4. STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

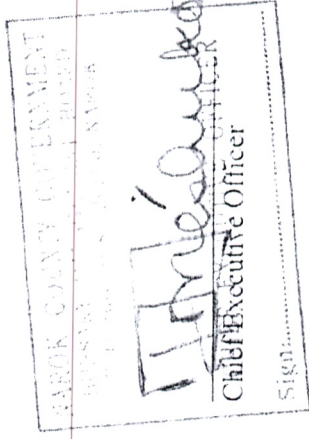
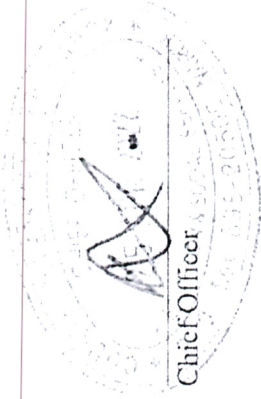
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Proceeds from Domestic and Foreign Grants		-			-	-
Exchequer releases		-				-
Transfers from Other Government Entities	125,000,000	8,500,000	133,500,000	133,500,000	8,500,000	106.8%
Proceeds from Domestic Borrowings		-				-
Other Receipts					-	-
<b>TOTAL</b>	<b>125,000,000</b>	<b>8,500,000</b>	<b>133,500,000</b>	<b>133,500,000</b>	<b>8,500,000</b>	<b>106.8%</b>
<b>PAYMENTS</b>						
Compensation of Employees						-
Use of goods and services	5,819,760		5,819,760	5,819,760		100%
Transfers to Other Government Units						
Other grants and transfers	126,309,166	8,500,000	134,809,166	126,309,166		105.9%
Social Security Benefits						-
Acquisition of Assets						-
Finance Costs, including Loan Interest						-
Other Payments	1,208,968		1,208,968	1,208,968		100%
<b>TOTAL</b>	<b>133,337,894</b>	<b>8,500,000</b>	<b>133,337,894</b>	<b>133,337,894</b>		<b>100%</b>



LOCAL GOVERNMENT FINANCIAL STATEMENTS  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

SUMMARY

The entity financial statements were approved on \_\_\_\_\_ 2020 and signed by:




6.5. STATEMENT OF APPROPRIATION: RECURRENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Proceeds from Domestic and Foreign Grants		-			-	-
Exchequer releases		-				-
Transfers from Other Government Entities	125,000,000	8,500,000	133,500,000	133,500,000	8,500,000	106.8%
Proceeds from Domestic Borrowings		-				-
Other Receipts					-	-
<b>TOTAL</b>	<b>125,000,000</b>	<b>8,500,000</b>	<b>133,500,000</b>	<b>133,500,000</b>	<b>8,500,000</b>	<b>106.8%</b>
<b>PAYMENTS</b>						
Compensation of Employees						-
Use of goods and services	5,819,760		5,819,760	5,819,760		100%
Transfers to Other Government Units						
Other grants and transfers	126,309,166	8,500,000	134,809,166	126,309,166		105.9%
Social Security Benefits						-
Acquisition of Assets						-
Finance Costs, including Loan Interest						-
Other Payments	1,208,968		1,208,968	1,208,968		100%
<b>TOTAL</b>	<b>133,337,894</b>	<b>8,500,000</b>	<b>133,337,894</b>	<b>133,337,894</b>		<b>100%</b>



SUMMARY

The entity financial statements were approved on

  
Chief Officer

NAROK COUNTY GOVERNMENT  
BURSARY 2020 and signed by  
2020/06/30

Chief Executive Officer

## COUNTY GOVERNMENT OF NAROK

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### NAROK COUNTY BURSARY FUND

#### Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the entity all values are rounded to the nearest Kenya Shilling.

The accounting policies adopted have been consistently applied to all the years presented.

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

##### 2. Reporting entity

The financial statements are for the Narok County Government. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012. The consolidated financial statements include all budgetary entities controlled by the County Government.

##### 3. Basis of consolidation

This consolidation is based on unaudited financial statements submitted by the individual entities to the Office of the Auditor General as at 30<sup>th</sup> September 2019 with a copy to the Controller of Budget, the County Treasury and the Commission on Receipts Allocation.

The financial statements are aggregated on a line by line basis with the inter-entity transactions of receipts and payment being eliminated at consolidation level to avoid overstatement of receipts or payments.

The entities' accounting policies have been adjusted to form a consistent basis, where their effect is deemed material to this consolidated financial statement.



**4. Elimination**

Material balances between entities included in this consolidation have been eliminated. This has been informed by the inter-entity elimination template that is completed by the entities and submitted to the County Treasury.

**5. Recognition of receipts and payments**

**a) Recognition of receipts**

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

**Tax receipts**

Tax Receipts is recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

**Transfers from the Exchequer**

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

**External Assistance**

External assistance is received through grants and loans from multilateral and bilateral development partners.

**Donations and grants**

Grants and donations shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary. In case of grant/donation in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice.

**Proceeds from borrowing**

Borrowing includes Treasury bill, treasury bonds, corporate bonds, sovereign bonds and external loans acquired by the entity or any other debt the County Government may take on will be treated on cash basis and recognized as receipts during the year of receipt.

**Undrawn external assistance**

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for projects currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. During the year ended 30<sup>th</sup> June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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**County Own Generated Receipts**

These include Appropriation-in-Aid and relates to receipts such as trade licences, cess, fees, property income among others generated by the County Government from its citizenry. These are recognised in the financial statements the time associated cash is received.

**b) Recognition of payments**

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

**Compensation of employees**

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

**Use of goods and services**

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

**Interest on borrowing**

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

**Repayment of borrowing (principal amount)**

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

**Acquisition of fixed assets**

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

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

**7. 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.



## COUNTY GOVERNMENT OF NAROK

### Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

#### **Restriction on cash**

Restricted cash represents amounts that are limited/restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation.

#### **8. Accounts Receivable**

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

#### **9. Accounts Payable**

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted and prescribed by the Public Sector Accounting Standards Board. Other liabilities including pending bills are disclosed in the financial statements.

#### **10. 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.

#### **6. 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 receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

#### **11. 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.

**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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**12. 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 County Revenue Allocation Act. The original budget was approved by the County Assembly on xxx for the period 1<sup>st</sup> July 2018 to 30<sup>th</sup> June 2019 as required by law. There was one of supplementary budgets passed in the year. 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.

**13. Comparative figures**

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

**14. 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.

**15. Errors**

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

**16. Related party transactions**

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

**17. Disclosure of entities included in consolidation**

The County Government consolidated financial statements consist of a total of three entities consolidated for the financial year ended 30th June 2019 that are considered as budgetary entities.

**18. Disclosure of entities excluded from consolidation**

None of the entities eligible for consolidation under the County Government budgetary cluster for the year ended 30th June 2019 has been excluded from consolidation.



6.8. NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	FY2019/2020 KShs	FY2018/2019 KShs
Total Exchequer Releases for quarter 1		-
Total Exchequer Releases for quarter 2		-
Total Exchequer Releases for quarter 3		-
Total Exchequer Releases for quarter 4		-
<b>Total</b>		-

The split between equitable share allocation, Level 5 hospital funds, and DANIDA Health Funds is as shown below:

	FY2019/2020 KShs	FY2018/2019 KShs
Equitable Share		-
Level 5 Hospital Funds		-
DANIDA Health Funds		-
<b>Total</b>		-

5. COUNTY OWN GENERATED RECEIPTS

The balance relates to funds generated from the County's local sources.

	FY2019/2020 KShs	FY2018/2019 KShs
Rents		-
Other Property Income		-
Receipts from Administrative Fees and Charges		-
Receipts from Sale of Incidental Goods		-
Fines Penalties and Forfeitures		-
Business Permits		-
Cesses		-
Poll Rates		-
Plot Rents		-
Other Local Levies		-

**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

	FY2019/2020	FY2018/2019
	KShs	KShs
Various Fees	-	-
Council's Natural Resources Exploitation		
Lease / Rental Of Council's Infrastructure Assets	-	-
Market/Trade Centre Fee		-
Vehicle Parking Fees		-
Housing		-
Other Education – Related Fees		-
Public Health Services		-
Public Health Facilities Operations		-
Environment & Conservancy Administration		-
Slaughter Houses Administration		-
Water Supply Administration		-
Sewerage Administration		-
Other Health & Sanitation Revenues		-
Technical Services Fees		-
<b>Total</b>		

**6.COMPENSATION OF EMPLOYEES**

This relates to the compensation paid to employees. The balance comprises of staff salaries, allowances, social security contributions and other personnel related payments.

	FY2019/2020	FY2018/2019
	KShs	KShs
Basic salaries of permanent employees		
Basic wages of temporary employees		
Personal allowances paid as part of salary		
Personal allowances paid as reimbursements		
Personal allowances provided in kind		
Pension and other social security contributions		
Compulsory national social security schemes		
Compulsory national health insurance schemes		
Social benefit schemes outside government		
Other personnel payments		



COUNTY GOVERNMENT OF NAROK  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

**Total NOTES TO THE FINANCIAL STATEMENTS**

**7. USE OF GOODS AND SERVICES**

The balance relates to the cost incurred on general office supplies, air tickets, subsistence allowances, cost of services, routine maintenance of assets and other expenditure incurred on a recurring basis.

	FY2019/2020	FY2018/2019
	KShs	KShs
Utilities, supplies and services	610,792	500,000
Communication, supplies and services	Nil	Nil
Domestic travel and subsistence	Nil	Nil
Foreign travel and subsistence	Nil	Nil
Printing, advertising and information supplies & services	Nil	Nil
Rentals of produced assets	Nil	Nil
Training expenses	Nil	Nil
Hospitality supplies and services	3,000,000	4,800,000
Insurance costs	Nil	Nil
Specialised materials and services	Nil	Nil
Office and general supplies and services	800,000	2,300,000
Other operating expenses	1,208,968	3,900,000
Routine maintenance – vehicles and other transport equipment	Nil	Nil
Fuel Oil and Lubricants	200,000	600,000
Routine maintenance – other assets	Nil	Nil
<b>Total</b>	<b>5,819,760</b>	<b>12,100,000</b>

**9. OTHER GRANTS AND OTHER PAYMENTS**

This refers to grants and other transfers made by the County Government. These grants and transfers are made for a specific purpose. They include scholarship and bursary grants, payments from the emergency fund and subsidies to youths, women and persons with disabilities.

	FY2018/2019	FY2018/2019
	KShs	KShs
Scholarships and other educational benefits	126,309,166	171,500,000
Emergency relief and refugee assistance	Nil	Nil
Subsidies to small businesses, cooperatives, and self employed	Nil	Nil
<b>Total</b>	<b>126,309,166</b>	<b>171,500,000</b>

**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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**10. SOCIAL SECURITY BENEFITS**

This balance relates to social security benefits contributed by the County Government on behalf of its employees. The benefits include employer contribution to National Social Security Fund (NSSF).

	FY2019/2020	FY2018/2019
	KShs	KShs
Government pension and retirement benefits		-
Social security benefits in cash and in kind		-
Employer Social Benefits in cash and in kind		-
<b>Total</b>		-

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**II. ACQUISITION OF ASSETS**

This refers to the development expenditure incurred by the County Government. This has been classified in terms of the assets acquired by the County government in the year.

	FY2019/2020 KShs	FY2018/2019 KShs
Purchase of Buildings		-
Construction of Buildings		-
Refurbishment of Buildings		-
Construction of Roads		-
Construction and Civil Works		-
Overhaul and Refurbishment of Construction and Civil Works		-
Purchase of Vehicles and Other Transport Equipment		-
Overhaul of Vehicles and Other Transport Equipment		-
Purchase of Household Furniture and Institutional Equipment		-
Purchase of Office Furniture and General Equipment		-
Purchase of Specialised Plant, Equipment and Machinery		-
Rehabilitation and Renovation of Plant, Machinery and Equip.		-
Purchase of Certified Seeds, Breeding Stock and Live Animals		-
Research, Studies, Project Preparation, Design & Supervision		-
Rehabilitation of Civil Works		-
Acquisition of Strategic Stocks and commodities		-
Acquisition of Land		-
Acquisition of Intangible Assets		-
Purchase of ICT Equipment		-

**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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Total

**12. FINANCE COSTS, INCLUDING LOAN INTEREST**

Finance costs refer to bank charges incurred on the County's bank accounts and interest charged on borrowings.

	FY2019/2020	FY2018/2019
	KShs	KShs
Interest on domestic borrowings (Non-Govt)		-
Interest on borrowings from Other Government Units		-
Bank charges		-
<b>Total</b>		-

**13. OTHER EXPENSES**

The balance relates to cost incurred in settling pending bills from prior periods.

	FY2019/2020	FY2018/2019
	KShs	KShs
Budget Reserves		-
Civil Contingency Reserves		-
<b>Total</b>		-

**14. CASH AND CASH EQUIVALENTS**

**A. BANK ACCOUNTS**

The balances refer to cash and cash equivalent balances held as at 30<sup>th</sup> June in all the County's bank accounts.



COUNTY GOVERNMENT OF NAROK

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020

Bank name, Branch and Account Number	Account currency	Account description	FY2019/2020	FY2018/2019
			KShs	KShs
BursaryFundTransN.Bank016281001	KShs		162,106	53,744
<b>Total</b>			<b>162,106</b>	<b>53,744</b>

**B.CASH IN HAND**

Cash in hand refers to cash balances held by the cash offices within the County Government as at 30<sup>th</sup> June.

	FY2019/2020	FY2018/2019
	KShs	KShs
Cash in Hand - Held in domestic currency	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Cash in hand per location

	FY2019/2020	FY2018/2019
	KShs	KShs
Location 1	-	-
Location 2	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**15. ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS**

This refers to the unaccounted for imprests as at 30<sup>th</sup> June.

	FY2019/2020	FY2018/2019
	KShs	KShs
Government Imprests		

**COUNTY GOVERNMENT OF NAROK**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2020**

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The outstanding imprest as at 30<sup>th</sup> June 2020 is broken down as follows:

Name of Officer or Institution	Date imprest taken	Amount taken	Amount surrendered	Balance
		KShs	KShs	KShs

**16.ACCOUNTS PAYABLE**

The balance refers to deposits received from suppliers as at 30<sup>th</sup> June. These deposits are refundable upon completion of the contracts.

	FY2019/2020 KShs	FY2018/2019 KShs
Deposits	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**17.FUND BALANCE BROUGHT FORWARD**

Fund balance brought forward comprise refer to the closing fund balance as at end of the previous year which is carried forward to the following year.

	FY2019/2020 KShs	FY2018/2019 KShs
Bank accounts	162,106	53,744
Cash in hand		
Accounts Receivables		
Accounts Payables		
<b>Total</b>	<b>162,106</b>	<b>53,744</b>