

## County Government of Narok

### 1.1.1 Overview of FY 2022/23 Budget

The County's approved budget for the FY 2022/23 is Kshs.12.12 billion, comprising Kshs.3.9 billion (32.2 per cent) and Kshs.8.21 billion (67.8 per cent) allocation for development and recurrent programmes respectively. The approved budget estimate represents decrease of 9.8 per cent compared to the previous financial year when the approved budget was Kshs.13.35 billion and comprised of Kshs.4.01 billion towards development expenditure and Kshs.9.34 billion for recurrent expenditure.

To finance the budget, the County expects to receive Kshs.8.84 billion (73 per cent) as the equitable share of revenue raised nationally, generate Kshs.2.43 million (20.1 per cent) from its own source of revenue and Kshs.833.62 million as conditional grants. A breakdown of the conditional grants is provided in **Table 1**

### 1.1.2 Revenue Performance

In the first half of FY 2022/23, the County received Kshs.4.13 billion as the equitable share of the revenue raised nationally, raised Kshs.1.79 million as own-source revenue, and Kshs.45.03 million as conditional grants. The total funds available for budget implementation during the period amounted to Kshs.5.96 billion, as shown in Table 1.

**Table 1: Narok County, Revenue Performance in the First Half of FY 2022/23**

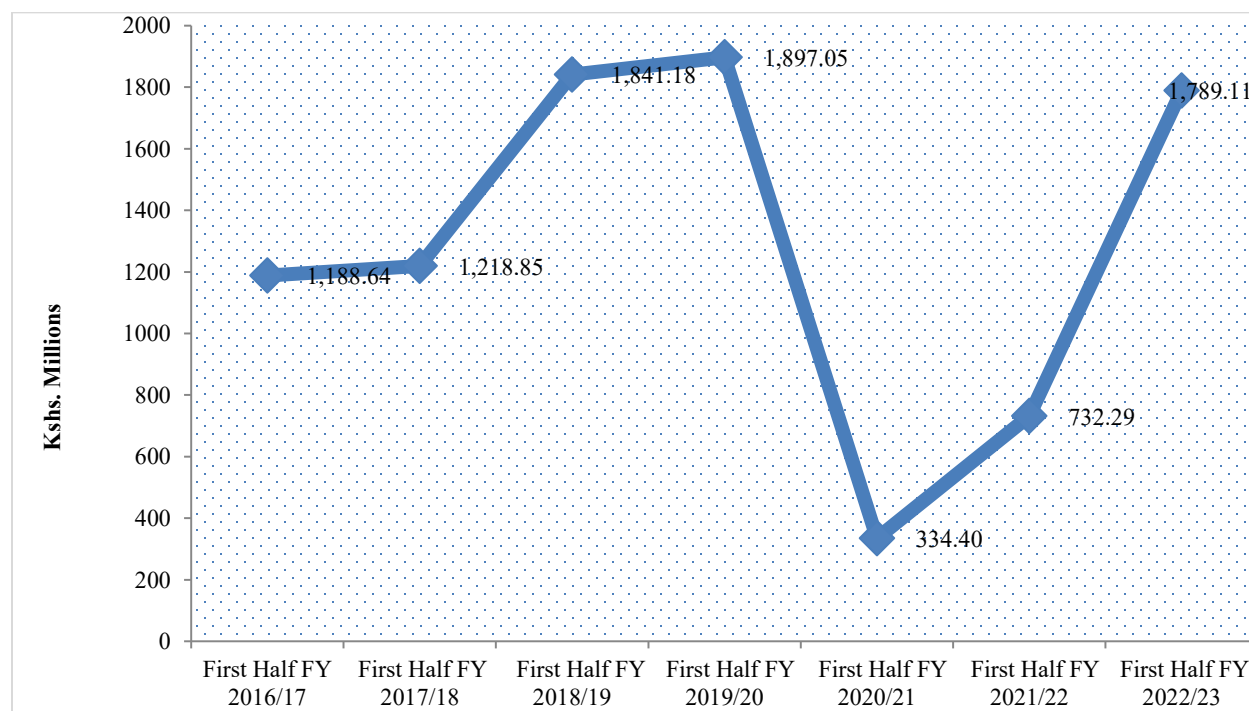
S/No	Revenue	Annual Budget Allocation (in Kshs)	Actual Receipts (in Kshs.)	Actual Receipts as Percentage of Annual Allocation (%)
A.	Equitable Share of Revenue Raised Nationally	8,844,790,000	4,130,502,509	46.70
<b>Sub Total</b>		8,844,790,000.00	4,130,502,509.00	<b>46.7</b>
<b>B</b>	<b>Conditional Grants</b>			
1	Leasing of Medical Equipment	110,638,298.00		-
2	IDA (WB) Credit (National Agricultural and Rural Inclusive Growth Project NAGRIP)	440,227,440	39,534,086	<b>9.0</b>
3	IDA (World Bank) credit National Agricultural Value Chain	70,000,000		-
4	IDA (WB) Credit: Kenya Devolution Support Project (KDSP) Level 1 Grant-B/f	68,451,638		-
5	IDA (WB) Credit: Kenya Urban Support Project (KUSP) –Urban Development Grant (UDG)	2,339,915		-
6	DANIDA Grant	34,766,250		-

7	Sweden - Agricultural Sector Development Support Programme (ASDSP) II	22,773,951	5,500,000	24.2
8	Financing Locally Led Climate Action (FLLoCA)	22,000,000		-
9	Other Grants	62,422,508.00		-
<b>Sub-Total</b>	<b>0</b>	<b>833,620,000.00</b>	<b>45034085.65</b>	<b>5.4</b>
<b>D</b>	<b>Other Sources of Revenue</b>			
1	Own Source Revenue	2,430,830,000.00	1,789,113,084.00	73.6
2	Cash Balance from FY 2021/22			
3	AIA			
4	Other Revenues	-		
<b>Sub Total</b>		2,430,830,000.00	1,789,113,084.00	73.6
<b>Grand Total</b>		<b>12,109,240,000.00</b>	<b>5,964,649,678.65</b>	<b>49.3</b>

*Source: Narok County Treasury*

Figure 1 shows the trend in own-source revenue collection for the first half of the financial year from FY 2016/17 to FY 2022/23.

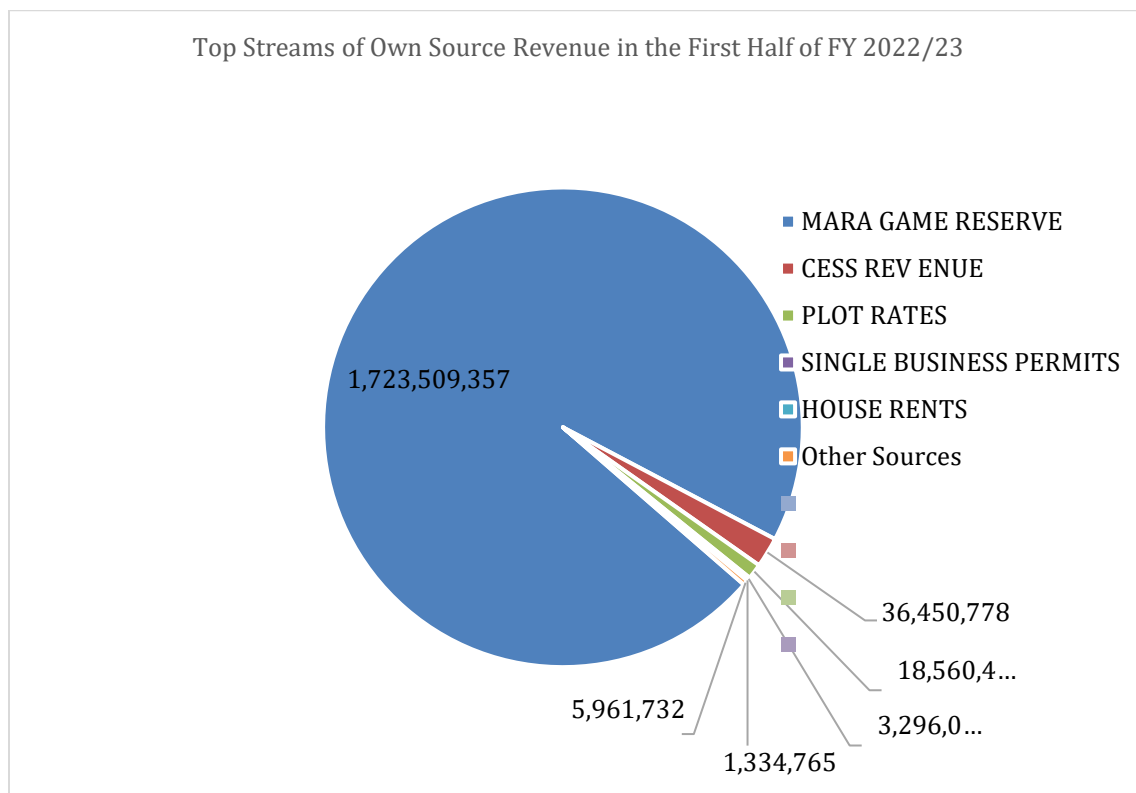
**Figure 1: Trend in Own-Source Revenue Collection for the First Half of the Financial Years from FY 2016/17 to FY 2022/23**



*Source: Narok County Treasury*

In the first half of FY 2022/23, the County generated a total of Kshs.1,.79 billion from its own sources of revenue. This amount represented an increase of 144.3 per cent compared to Kshs.732.29 million realised in a similar period in FY 2021/22 and was 38.73 per cent of the annual target and 11.4 per cent of the equitable share of revenue disbursed during the period. The revenue streams which contributed the highest OSR are shown in Figure 2.

**Figure 2: Top Streams of Own Source Revenue in the First Half of FY 2022/23**



*Source: Narok County Treasury*

The highest revenue stream of Kshs.1.72 billion was from mara game reserve contributing to 96.3 per cent of the total OSR collected during the reporting period.

### 1.1.3 Exchequer Issues

The Controller of Budget approved the withdrawal of Kshs.4.6 billion from the CRF account during the reporting period. This amount comprised Kshs.541.98 million (11.8 per cent) for development programmes and Kshs.4.06 billion (88.2 per cent) for recurrent programmes. Analysis of the recurrent exchequer released in the first half of FY 2022/23 indicates that Kshs.2.27 billion was released towards compensation to employees, Kshs.1.79 billion was for Operations and Maintenance expenditure while Kshs.541.98 million was for development expenditure.

The available cash balance in the County Revenue Fund Account on 31<sup>st</sup> December 2022 was Kshs.104.72 million.

#### 1.1.4 Borrowing by the County

The County treasury had not borrowed any money as of 31<sup>st</sup> December 2022.

#### 1.1.5 County Expenditure Review

The County spent Kshs.4.45 billion on development and recurrent programmes during the reporting period. This expenditure represented 96.8 per cent of the total funds released by the CoB and comprised of Kshs.430 million and Kshs.4.02 billion on development and recurrent programmes, respectively. Expenditure on development programmes represented an absorption rate of 11.0 per cent while recurrent expenditure represented 49.0 per cent of the annual recurrent expenditure budget.

#### 1.1.6 Settlement of Pending Bills

At the beginning of FY 2022/23, the County reported a stock of pending bills amounting to Kshs.1.332 billion, which comprised of Kshs.931.66 million for recurrent expenditure and Kshs.400.39 million for development activities. During the period under review, pending bills amounting to Kshs.93.95 million were settled. These consisted of Kshs.6.95 million for recurrent expenditure and Kshs.87.03 million for development programmes. The outstanding amount as of 31<sup>st</sup> December 2022 were therefore, Kshs.1.23 billion.

#### 1.1.7 Expenditure by Economic Classification

Analysis of expenditure by economic classification indicates that the County Executive spent Kshs.1,92 billion on employee compensation, Kshs.1.74 million on operations and maintenance, and Kshs.430 million on development activities. Similarly, the County Assembly spent Kshs.232.99 million on employee compensation, Kshs.121.11 million on operations and maintenance. The County Assembly did not incur any development expenditure as shown in Table 2 below.

**Table 2: Summary of Budget and Expenditure by Economic Classification**

Expenditure Classification	Budget (Kshs.)		Expenditure (Kshs)		Absorption (%)	
	County Executive	County Assembly	County Executive	County Assembly	County Executive	County Assembly
<b>Total Recurrent Expenditure</b>	7,431,990,000	776,890,000	3,668,382,341	354,097,273	49.4	45.6
Compensation to Employees	3,748,988,974	469,822,202	1,924,256,658	232,985,427	51.3	49.6
Operations and Maintenance	3,683,001,026	307,067,798	1,744,125,683	121,111,846	47.4	39.4
<b>Development Expenditure</b>	3,820,360,000	80,000,000	429,997,727	-	11.3	0.0

<b>Total</b>	<b>11,252,350,000</b>	<b>856,890,000</b>	<b>4,098,380,068</b>	<b>354,097,273</b>	<b>36.4</b>	<b>41.3</b>
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*Source: Narok County Treasury*

### **1.1.8 Expenditure on Employees' Compensation**

During the reporting period, expenditure on employees' compensation was Kshs.2.16 billion, or 36.17 per cent of the revenue for the first half of FY 2022/23 of Kshs.5.94 billion. This expenditure represented an increase from Kshs.1,59 billion reported in a similar period of FY 2021/22. The wage bill included Kshs.687.11 million paid to health sector employees, translating to 31.9 per cent of the total wage bill. The increase in personnel wage bill in the current half year is attributed to payment of December 2022 wage bill compared to a similar period when December wage bill was settled in the month of January 2022.

The overall expenditure on employees' compensation does not conform with Regulation 25 (1) (b) of the Public Finance Management (County Governments) Regulations, 2015 which sets the limit of the County Government's expenditure on wages and benefits at 35 per cent of the County's total revenue.

Further analysis indicates that P.E costs amounting to Kshs.2,15 billion were processed through the (Integrated Personnel and Payroll Database (IPPD) system, while Kshs.7.83 million was processed through manual payrolls. The manual payrolls accounted for 0.4 per cent of the total P.E cost and was attributed to delays in the allocation of Unified Payroll Numbers (UPN) to staff, staff designations that do not conform to the scheme of service and the IPPD system, and employment of staff on short term contracts of less than 6 months thereby limiting their inclusion in the IPPD system.

The County Assembly spent Kshs.14.79 million on committee sitting allowances for the xx MCAs and the Speaker against the annual budget allocation of Kshs.54.81 million. The average monthly sitting allowance was Kshs.49,310 per MCA. The County Assembly has established 19 Committees. During; the reporting period, a total of 2 bills and policy documents were processed and approved by the County Assembly.

### **1.1.9 County Emergency Fund and County-Established Funds**

Section 110 of the PFM Act, 2012 establishes the Emergency Fund, while Section 116 of the PFM Act, 2012 allows county governments to establish other public funds with approval from the County Executive Committee and the County Assembly.

The County allocated Kshs.515,22 million to county-established funds in FY 2022/23, which constituted 4.26 per cent of the County's overall budget. Table summarises each established Fund's budget allocation and performance during the reporting period.

**Table 3: Performance of County Established Funds as of 30<sup>th</sup> December 2022**

S/No.	Name of the Fund	Approved Budget Allocation in FY 2022/23 (Kshs.)	Exchequer Issues in the First Half of FY 2022/23 (Kshs.)	Actual Expenditure for the First Half of FY 2022/23 (Kshs.)	Submission of Annual Financial Statements as of 31 <sup>st</sup> December 2022 (Yes/No.)	Absorption (%)
		A	B	C	D	C/A*100
County Executive Established Funds						
1	Scholarships and other Educational Benefits - Secondary Education	211,615,731.00	210,000,000.00	210000000	Not Yet provided	99.24
2	Capital Grants and Transfer (To Maasai Mara Community Support Fund	131,990,141.00	Nil	-	-	-
3	Grant Transfers-NAKAEB.	33,424,846.00	Nil	-	-	-
4	PWDs Development Programme	22,288,349.00	Nil	-	-	-
5	Gratuity Executive.	61,816,950.00	Nil	-	-	-
7	Gratuity to Narok Municipality	1,679,755.00	Nil	-	-	-
County Assembly Established Funds						
7	House loans to members of parliament and their staff	40,438,590.00	Nil	-	-	-
8	Gratuity CA	11,964,904.00	Nil	-	-	-
	Total	515,219,266.00				

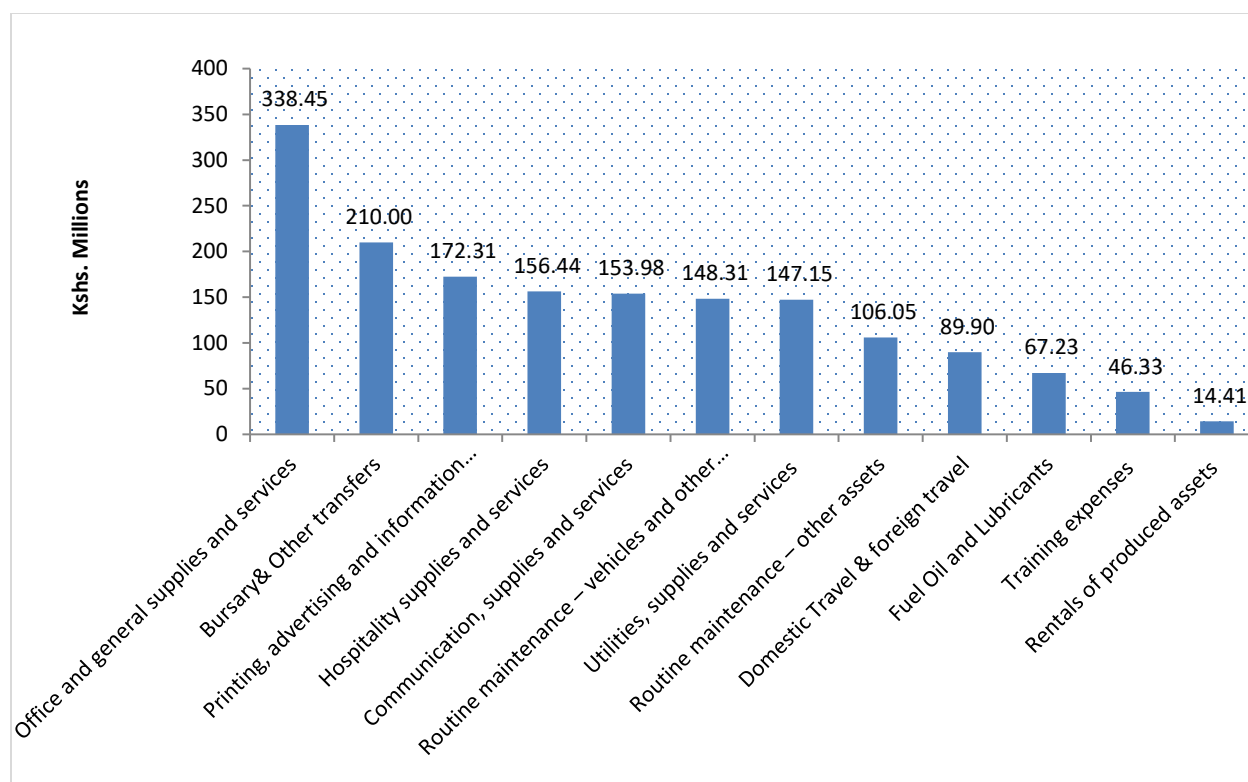
**Source:** Narok County Treasury

During the reporting period, OCoB did not receive quarterly financial returns from Fund Administrators of Scholarships and other Educational benefits funds as indicated in Table . contrary to the requirement of Section 168 of the PFM Act, 2012.

#### 1.1.10 Expenditure on Operations and Maintenance

Figure 2 shows a summary of operations and maintenance expenditure by major categories.

**Figure 2: Narok County, Operations and Maintenance Expenditure by Major Categories**



*Source: Narok County Treasury*

During the period, expenditure on domestic travel amounted to Kshs.172.04 million and comprised of Kshs.71.44 million spent by the County Assembly and Kshs. 100.60 million by the County Executive. Expenditure on foreign travel amounted to Kshs.17.67 million spent by the County executive. The County Assembly did not incur any foreign travel costs.

### 1.1.11 Development Expenditure

In the first half of FY 2022/23, the County incurred Kshs.430 million on development programmes, representing an increase of 62,5 per cent compared to a similar period in FY 2021/22 when the County spent Kshs.264.67 million. Table summarises development projects with the highest expenditure in the reporting period.

**Table 4: Narok County, List of Development Projects with the Highest Expenditure**

No.	Sector	Project Name	Project Location	Contract sum	Budget	Amount paid to date (Kshs)	Implementation status (%)	Remarks
				(Kshs)	(Kshs)			

1	Health and Sanitation	Proposed construction of new hospital block and mortuary at narok county referral hospital	Narok Town	558,795,432	558,795,432	542,453,587	97%	complete
2	Health and Sanitation	Mechanical, electrical, engineering services and associated works for refferral hospital	Narok Town	469,614,655	469,614,655	304,797,960	65%	The project is at its final phase
3	Health and Sanitation	Proposed construction of a new narok county medical school, hostels	Narok Town	288,850,043	288,850,043	256,712,952	89%	Painting and electrical works ongoing
4	Transport, Public works and infrastructure	proposed routine maintenance of oloolaimutia - orkorai - 15km	Narok East	13,943,200	13,943,200	13,943,200	100%	Complete and in use
5	Health and Sanitation	Proposed construction of a standard health centre at esoit - transmara west	Narok West	25,803,086	25,803,086	6,158,870	24%	Project ongoing

*Source: Narok County Treasury*

### 1.1.12 Budget Performance by Department

Table summarises the approved budget allocation, expenditure and absorption rate by departments in the first half of FY 2022/23.

**Table 5: Narok County, Budget Allocation and Absorption Rate by Department**

Department	Budget Allocation (Kshs.millions )	Exchequer Issues (Kshs.millions )	Expenditure (Kshs.millions)	Expenditure to Exchequer Issues (%)	Absorption rate (%)
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	Rec	Dev	Rec	Dev	Rec	Dev	Rec	Dev	Rec	Dev
County Assembly Departments	777	80	365.06	9.04	354	-	97.0%	0.0%	45.6%	0.0%
Office of The Governor and Deputy Governor	141	-	57.43	-	56	-	98.1%	-	40.0%	-
Treasury, Economic Planning and ICT	831	205	412.74	-	412	-	99.7%	-	49.5%	0.0%
Department of County Transport, Public works and infrastructure	350	679	223.19	230.04	220	210	98.6%	91.3%	63.0%	30.9%
Department of Education Youth Affairs, Sports Culture and Social services	1,113	350	712.21	-	711	-	99.8%	-	63.9%	0.0%
Department of Environment & Natural Resources	268	384	174.82	15.70	174	13	99.3%	85.6%	64.8%	3.5%
County Public Service Board	96	-	43.19	-	42	-	97.4%	-	44.0%	-
Department of Agriculture, Livestock and Fisheries	302	481	155.23	45.03	154	38	99.3%	83.4%	51.1%	7.8%
Department of County Health and Sanitation	2,782	981	1,101.18	239.16	1,101	166	99.9%	69.6%	39.6%	17.0%

Department of Lands, Housing, Physical Planning & Urban Development	233	219	115.49	-	114	-	98.9%	-	49.1%	0.0%
Department of Tourism and Wildlife	418	185	264.16	-	249	-	94.2%	-	59.6%	0.0%
Department of County Administration and Public service Management	790	235	393.69	3.00	397	-	101.0%	0.0%	50.3%	0.0%
Trade and Industrialization	109	101	39.89	-	38	3	95.8%	-	34.9%	2.5%
<b>TOTAL</b>	<b>8,209</b>	<b>3,900</b>	<b>4,058</b>	<b>542</b>	<b>4,022</b>	<b>430</b>	<b>99.1%</b>	<b>79.3%</b>	<b>49.0%</b>	<b>11.0%</b>

*Source: Narok County Treasury*

Analysis of expenditure by department shows that the Department of transport public works and infrastructure recorded the highest absorption rate of development budget at 30.9 per cent, followed by the Department of Health at 17.0 per cent. The Department of Environment and Natural resources had the highest percentage of recurrent expenditure to budget at 64.8 per cent while the Department of Trade and Industrialisation had the lowest at 34.9 per cent.

The recurrent expenditure under the department of Public service management and administration exceeded the exchequer issue released because personnel emoluments were charged the salary item code in ifmis whereas the requisition had not been made from the item code. Budget Execution by Programmes and Sub-Programmes

Table 6 summarises the budget execution by programmes and sub-programmes in the first half of FY 2022/23.

**Table 6: Narok County, Budget Execution by Programmes and Sub-Programmes**

sample

Budget Execution by Heads and Programmes -County						
Entity: 4610-Narok County						
Period: JUL-22 To JUN-23						
Head	Program	Description	Approved Budget	Actual Payments	Variance	Absorption (%)
0		Default Value ( Non- Departmental)	0	2,596,600.00	-2,596,600.00	0.0%

	1002004610	Environment Management and Protection	0	0	0	0.0%
	703004610	Economic Policy and County Planning	0	0	0	0.0%
	701004610	General Administration, Planning and Support Services	0	2,096,600.00	-2,096,600.00	0.0%
	4610	Default - Non Programmatic	0	500,000.00	-500,000.00	0.0%
<b>1108000</b>			<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	403004610	General Administration, Planning & Support Services	0	0	0	0.0%
	401004610	Preventive & Promotive Health Services	0	0	0	0.0%
<b>1023100100</b>		<b>Security in Penal Facilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	1002004610	Environment Management and Protection	0	0	0	0.0%
<b>1065103300</b>		<b>Rongo University College</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	1002004610	Environment Management and Protection	0	0	0	0.0%
<b>1065103800</b>		<b>Taita Taveta University College</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	1002004610	Environment Management and Protection	0	0	0	0.0%
<b>1103107600</b>			<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	1002004610	Environment Management and Protection	0	0	0	0.0%
<b>1107107600</b>			<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	1002004610	Environment Management and Protection	0	0	0	0.0%
<b>3264000900</b>		<b>Revenue Management</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	403004610	General Administration, Planning & Support Services	0	0	0	0.0%
<b>4611000100</b>		<b>county Assembly Headquarters</b>	<b>311,129,231.00</b>	<b>3,431,357.90</b>	<b>307,697,873.10</b>	1.1%
	725004610		0	0	0	0.0%
	704004610	Legislation and Representation	311,129,231.00	3,431,357.90	307,697,873.10	1.1%
	722004610		0	0	0	0.0%
	701004610	General Administration, Planning and Support Services	0	0	0	0.0%
<b>4611000200</b>		<b>Office of the Speaker</b>	<b>13,460,000.00</b>	<b>2,579,700.00</b>	<b>10,880,300.00</b>	19.2%
	722004610		0	0	0	0.0%
	704004610	Legislation and Representation	13,460,000.00	2,579,700.00	10,880,300.00	19.2%
<b>4611000300</b>		<b>County Assembly Administration</b>	<b>403,394,425.00</b>	<b>1,935,730.00</b>	<b>401,458,695.00</b>	0.5%
	722004610		0	0	0	0.0%
	701004610	General Administration, Planning and Support Services	403,394,425.00	1,935,730.00	401,458,695.00	0.5%
<b>4611000400</b>		<b>County Legislature</b>	<b>8,700,000.00</b>	<b>0</b>	<b>8,700,000.00</b>	0.0%
	704004610	Legislation and Representation	8,700,000.00	0	8,700,000.00	0.0%
<b>4611000500</b>		<b>Finance Management Services</b>	<b>12,610,000.00</b>	<b>1,556,400.00</b>	<b>11,053,600.00</b>	12.3%
	722004610		0	0	0	0.0%
	702004610	Public Finance Management	0	0	0	0.0%

	701004610	General Administration, Planning and Support Services	12,610,000.00	1,556,400.00	11,053,600.00	12.3%
<b>461100060</b>		<b>Policy And Research</b>	<b>6,600,544.00</b>	<b>0</b>	<b>6,600,544.00</b>	0.0%
	704004610	Legislation and Representation	6,600,544.00	0	6,600,544.00	0.0%
	724004610		0	0	0	0.0%
<b>461100070</b>		<b>Administrative Services</b>	<b>63,916,800.00</b>	<b>14,416,650.00</b>	<b>49,500,150.00</b>	22.6%
	701004610	General Administration, Planning and Support Services	63,916,800.00	14,416,650.00	49,500,150.00	22.6%
<b>461100080</b>		<b>County Assembly Service Board</b>	<b>6,000,000.00</b>	<b>157,000.00</b>	<b>5,843,000.00</b>	2.6%
	704004610	Legislation and Representation	6,000,000.00	157,000.00	5,843,000.00	2.6%
	722004610		0	0	0	0.0%
<b>461100090</b>		<b>Procedure And Committee Services</b>	<b>31,079,000.00</b>	<b>6,956,280.00</b>	<b>24,122,720.00</b>	22.4%
	701004610	General Administration, Planning and Support Services	31,079,000.00	6,956,280.00	24,122,720.00	22.4%
	722004610		0	0	0	0.0%
<b>461200010</b>		<b>County Executive</b>	<b>140,870,000.00</b>	<b>8,040,750.00</b>	<b>132,829,250.00</b>	5.7%
	725004610		0	0	0	0.0%
	701004610	General Administration, Planning and Support Services	140,870,000.00	8,040,750.00	132,829,250.00	5.7%
<b>461200020</b>		<b>County Executive Administration</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	701004610	General Administration, Planning and Support Services	0	0	0	0.0%
	725004610		0	0	0	0.0%
<b>461200030</b>		<b>County Public Service Management</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	725004610		0	0	0	0.0%
	701004610	General Administration, Planning and Support Services	0	0	0	0.0%
<b>461200040</b>		<b>Internal Audit</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	729004610		0	0	0	0.0%
<b>461300010</b>		<b>Finance &amp; Economic Planning</b>	<b>28,609,819.00</b>	<b>2,068,505.00</b>	<b>26,541,314.00</b>	7.2%
	702004610	Public Finance Management	0	0	0	0.0%
	202004610	ICT Services	0	0	0	0.0%
	703004610	Economic Policy and County Planning	28,609,819.00	2,068,505.00	26,541,314.00	7.2%
	706004610		0	0	0	0.0%
<b>461300020</b>		<b>Procurement</b>	<b>80,427,102.00</b>	<b>13,327,940.00</b>	<b>67,099,162.00</b>	16.6%
	702004610	Public Finance Management	80,427,102.00	13,327,940.00	67,099,162.00	16.6%
<b>461300030</b>		<b>Revenue Management Services</b>	<b>169,527,722.00</b>	<b>41,175,905.00</b>	<b>128,351,817.00</b>	24.3%
	702004610	Public Finance Management	169,527,722.00	41,175,905.00	128,351,817.00	24.3%
<b>461300040</b>		<b>County Treasury</b>	<b>560,699,468.00</b>	<b>106,138,870.00</b>	<b>454,560,598.00</b>	18.9%
	703004610	Economic Policy and County Planning	560,699,468.00	106,138,870.00	454,560,598.00	18.9%
	702004610	Public Finance Management	0	0	0	0.0%
<b>461300050</b>		<b>Accounting Services</b>	<b>35,876,419.00</b>	<b>240,200.00</b>	<b>35,636,219.00</b>	0.7%

	702004610	Public Finance Management	35,876,419.00	240,200.00	35,636,219.00	0.7%
<b>4613000600</b>		<b>Budget Formulation, Coordination and Management</b>	<b>41,860,423.00</b>	<b>1,767,790.00</b>	<b>40,092,633.00</b>	4.2%
	702004610	Public Finance Management	41,860,423.00	1,767,790.00	40,092,633.00	4.2%
<b>4613000700</b>		<b>Internal Audit</b>	<b>63,360,386.00</b>	<b>1,247,800.00</b>	<b>62,112,586.00</b>	2.0%
	702004610	Public Finance Management	63,360,386.00	1,247,800.00	62,112,586.00	2.0%
<b>4613000800</b>			<b>55,828,661.00</b>	<b>990,600.00</b>	<b>54,838,061.00</b>	1.8%
	202004610	ICT Services	55,828,661.00	990,600.00	54,838,061.00	1.8%
<b>4614000100</b>		<b>Public Works And Infrastructure</b>	<b>758,190,509.00</b>	<b>128,109,122.70</b>	<b>630,081,386.30</b>	16.9%
	201004610	Roads Transport and Public Works	758,190,509.00	128,109,122.70	630,081,386.30	16.9%
	107004610	Urban Mobility and Transport	0	0	0	0.0%
	202004610	ICT Services	0	0	0	0.0%
<b>4614000200</b>		<b>Roads And Transport</b>	<b>100,386,773.00</b>	<b>5,920,015.00</b>	<b>94,466,758.00</b>	5.9%
	201004610	Roads Transport and Public Works	100,386,773.00	5,920,015.00	94,466,758.00	5.9%
	202004610	ICT Services	0	0	0	0.0%
<b>4614000300</b>			<b>169,962,718.00</b>	<b>19,442,643.00</b>	<b>150,520,075.00</b>	11.4%
	201004610	Roads Transport and Public Works	169,962,718.00	19,442,643.00	150,520,075.00	11.4%
<b>4615000100</b>		<b>Education</b>	<b>1,162,448,893.00</b>	<b>349,151,813.60</b>	<b>813,297,079.40</b>	30.0%
	901004610	Social Development and Children Services	0	0	0	0.0%
	501004610	General Administration and policy formulation	0	0	0	0.0%
	502004610	Manpower Development, Employment and Productivity Management	1,162,448,893.00	349,151,813.60	813,297,079.40	30.0%
<b>4615000200</b>		<b>Gender and Youth Affairs</b>	<b>145,110,830.00</b>	<b>176,000.00</b>	<b>144,934,830.00</b>	0.1%
	901004610	Social Development and Children Services	145,110,830.00	176,000.00	144,934,830.00	0.1%
<b>4615000300</b>		<b>Vocational Education and Training</b>	<b>114,374,448.00</b>	<b>1,167,000.00</b>	<b>113,207,448.00</b>	1.0%
	901004610	Social Development and Children Services	114,374,448.00	1,167,000.00	113,207,448.00	1.0%
<b>4615000400</b>		<b>Sports</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	901004610	Social Development and Children Services	0	0	0	0.0%
<b>4615000500</b>		<b>Arts, Culture and Heritage</b>	<b>19,852,699.00</b>	<b>200,000.00</b>	<b>19,652,699.00</b>	1.0%
	901004610	Social Development and Children Services	19,852,699.00	200,000.00	19,652,699.00	1.0%
<b>4615000600</b>		<b>Social services and Recreation</b>	<b>21,803,130.00</b>	<b>0</b>	<b>21,803,130.00</b>	0.0%
	901004610	Social Development and Children Services	21,803,130.00	0	21,803,130.00	0.0%
<b>4616000100</b>		<b>EnvironmentProtection,Energy,Wate r&amp; Natural Resources</b>	<b>652,450,000.00</b>	<b>2,374,540.00</b>	<b>650,075,460.00</b>	0.4%
	1002004610	Environment Management and Protection	652,450,000.00	2,374,540.00	650,075,460.00	0.4%
	1001004610		0	0	0	0.0%
<b>4617000100</b>		<b>County Public Service Board</b>	<b>95,580,000.00</b>	<b>7,855,900.00</b>	<b>87,724,100.00</b>	8.2%

	907004610		0	0	0	0.0%
	701004610	General Administration, Planning and Support Services	95,580,000.00	7,855,900.00	87,724,100.00	8.2%
<b>4618000100</b>		<b>Crop Production</b>	<b>524,843,912.00</b>	<b>45,190,824.55</b>	<b>479,653,087.45</b>	8.6%
	102004610	Crop Development and management	524,843,912.00	45,190,824.55	479,653,087.45	8.6%
	108004610		0	0	0	0.0%
	103004610	Livestock Resources management and development	0	0	0	0.0%
<b>4618000200</b>		<b>Livestock Production</b>	<b>165,882,138.00</b>	<b>0</b>	<b>165,882,138.00</b>	0.0%
	112004610		0	0	0	0.0%
	102004610	Crop Development and management	94,551,137.00	0	94,551,137.00	0.0%
	103004610	Livestock Resources management and development	71,331,001.00	0	71,331,001.00	0.0%
<b>4618000300</b>		<b>Fisheries</b>	<b>29,682,503.00</b>	<b>0</b>	<b>29,682,503.00</b>	0.0%
	104004610	Fisheries development and management	29,682,503.00	0	29,682,503.00	0.0%
	111004610		0	0	0	0.0%
<b>4618000400</b>		<b>veterinary Services</b>	<b>61,891,447.00</b>	<b>0</b>	<b>61,891,447.00</b>	0.0%
	112004610		0	0	0	0.0%
	103004610	Livestock Resources management and development	61,891,447.00	0	61,891,447.00	0.0%
<b>4619000100</b>		<b>Health- Medical Services</b>	<b>3,419,311,816.00</b>	<b>893,424,245.00</b>	<b>2,525,887,571.00</b>	26.1%
	703004610	Economic Policy and County Planning	0	0	0	#DIV/0!
	401004610	Preventive & Promotive Health Services	981,400,000.00	205,189,234.80	776,210,765.20	20.9%
	403004610	General Administration, Planning & Support Services	2,437,911,816.00	688,235,010.20	1,749,676,805.80	28.2%
<b>4619000200</b>		<b>Public Health</b>	<b>343,898,184.00</b>	<b>28,786,446.00</b>	<b>315,111,738.00</b>	8.4%
	404004610		0	0	0	0.0%
	402004610	Curative Health Services	343,898,184.00	28,786,446.00	315,111,738.00	8.4%
<b>4620000100</b>		<b>Land, Housing &amp; Survey</b>	<b>59,227,117.00</b>	<b>0</b>	<b>59,227,117.00</b>	0.0%
	107004610	Urban Mobility and Transport	0	0	0	0.0%
	101004610	General administration, planning and support services	0	0	0	0.0%
	102004610	Crop Development and management	0	0	0	0.0%
	106004610	Housing Development and Human Settlement	0	0	0	0.0%
	105004610	Land Policy and Planning	59,227,117.00	0	59,227,117.00	0.0%
<b>4620000200</b>		<b>Town Management</b>	<b>243,368,217.00</b>	<b>44,854,235.00</b>	<b>198,513,982.00</b>	18.4%
	105004610	Land Policy and Planning	0	0	0	0.0%
	107004610	Urban Mobility and Transport	243,368,217.00	44,854,235.00	198,513,982.00	18.4%
<b>4620000300</b>		<b>Physical Planning</b>	<b>149,074,666.00</b>	<b>0</b>	<b>149,074,666.00</b>	0.0%
	106004610	Housing Development and Human Settlement	149,074,666.00	0	149,074,666.00	0.0%
<b>4621000100</b>		<b>ICT &amp; E-Government</b>	<b>0</b>	<b>0</b>	<b>0</b>	0.0%
	202004610	ICT Services	0	0	0	0.0%

	210004610		0	0	0	0.0%
<b>462200010</b> <b>0</b>		<b>Tourism</b>	<b>602,690,000.00</b>	<b>171,139,400.00</b>	<b>431,550,600.00</b>	<b>28.4%</b>
	303004610	Tourism Development and Promotion	602,690,000.00	171,139,400.00	431,550,600.00	28.4%
	306004610		0	0	0	0.0%
<b>462200020</b> <b>0</b>		<b>Wildlife</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>
	301004610	General Administration and Support Services	0	0	0	0.0%
	100300461 0		0	0	0	0.0%
<b>462200030</b> <b>0</b>		<b>Trade,Industry</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>
	302004610	Wildlife Conservation and Security	0	0	0	0.0%
	301004610	General Administration and Support Services	0	0	0	0.0%
<b>462200040</b> <b>0</b>		<b>Cooperatives</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>
	301004610	General Administration and Support Services	0	0	0	0.0%
<b>462200050</b> <b>0</b>			<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>
	301004610	General Administration and Support Services	0	0	0	0.0%
<b>462300010</b> <b>0</b>			<b>556,106,185.00</b>	<b>33,760,683.00</b>	<b>522,345,502.00</b>	<b>6.1%</b>
	701004610	General Administration, Planning and Support Services	320,876,185.00	33,760,683.00	287,115,502.00	10.5%
	704004610	Legislation and Representation	235,230,000.00	0	235,230,000.00	0.0%
<b>462300020</b> <b>0</b>			<b>407,179,034.00</b>	<b>23,671,700.00</b>	<b>383,507,334.00</b>	<b>5.8%</b>
	701004610	General Administration, Planning and Support Services	407,179,034.00	23,671,700.00	383,507,334.00	5.8%
<b>462300030</b> <b>0</b>			<b>62,044,781.00</b>	<b>0</b>	<b>62,044,781.00</b>	<b>0.0%</b>
	701004610	General Administration, Planning and Support Services	62,044,781.00	0	62,044,781.00	0.0%
<b>462400010</b> <b>0</b>			<b>179,253,822.00</b>	<b>0</b>	<b>179,253,822.00</b>	<b>0.0%</b>
	301004610	General Administration and Support Services	179,253,822.00	0	179,253,822.00	0.0%
<b>462400020</b> <b>0</b>			<b>23,486,530.00</b>	<b>0</b>	<b>23,486,530.00</b>	<b>0.0%</b>
	301004610	General Administration and Support Services	23,486,530.00	0	23,486,530.00	0.0%
<b>462400030</b> <b>0</b>			<b>7,189,648.00</b>	<b>0</b>	<b>7,189,648.00</b>	<b>0.0%</b>
	301004610	General Administration and Support Services	7,189,648.00	0	7,189,648.00	0.0%
<b>491900010</b> <b>0</b>		<b>County Assembly</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>
	401004610	Preventive &Promotive Health Services	0	0	0	0.0%
		<b>Grand Total</b>	<b>12,109,240,000.0</b> <b>0</b>	<b>1,963,852,645.7</b> <b>5</b>	<b>10,145,387,354.2</b> <b>5</b>	<b>16.2%</b>

Provided by county

Budget Execution by Programmes and Sub-Programmes								
Program	Sub Program	Description	Original Budget	Adjustments	Final Budget	Actual	Budget utilization difference	Absorption
			KShs	KShs	KShs	KShs	KShs	(%)
3000			0	0	0	7,500,000.00	-7,500,000.00	0%
	0	Default - Non Programmatic	0	0	0	7,500,000.00	-7,500,000.00	0%
102003000			464,546,286.75	0	464,546,286.75	46,288,824.55	418,257,462.20	10%
	102024610	Crop Productivity Improvement	464,546,286.75	0	464,546,286.75	46,288,824.55	418,257,462.20	10%
103003000			99,916,836.00	0	99,916,836.00	0	99,916,836.00	0%
	103014610	Livestock Pests & Disease Management & Control	46,418,585.25	0	46,418,585.25	0	46,418,585.25	0%
	103074610	Livestock Information Management	53,498,250.75	0	53,498,250.75	0	53,498,250.75	0%
104003000			22,261,877.25	0	22,261,877.25	0	22,261,877.25	0%
	104014610	Fish Products Production	22,261,877.25	0	22,261,877.25	0	22,261,877.25	0%
105003000			44,420,337.75	0	44,420,337.75	395,850.00	44,024,487.75	1%
	105014610	Development Planning and Land Reforms	44,420,337.75	0	44,420,337.75	395,850.00	44,024,487.75	1%
106003000			111,805,999.50	0	111,805,999.50	0	111,805,999.50	0%
	106014610	Housing Development	111,805,999.50	0	111,805,999.50	0	111,805,999.50	0%
107003000			182,526,162.75	0	182,526,162.75	71,888,080.00	110,638,082.75	39%
	107014610	Metropolitan Planning & Infrastructure Development	182,526,162.75	0	182,526,162.75	71,888,080.00	110,638,082.75	39%
201003000			771,405,000.00	0	771,405,000.00	243,949,395.70	527,455,604.30	32%
	201014610	General Administration, Planning and Support Services	59,490,381.75	0	59,490,381.75	5,982,888.70	53,507,493.05	10%
	201024610	Construction of Roads and Bridges	636,624,538.50	0	636,624,538.50	220,873,926.00	415,750,612.50	35%
	201034610	Maintenance of Roads	75,290,079.75	0	75,290,079.75	17,092,581.00	58,197,498.75	23%



<b>202003000</b>			<b>41,871,495.75</b>	<b>0</b>	<b>41,871,495.75</b>	<b>5,046,418.00</b>	<b>36,825,077.75</b>	<b>12%</b>
	202014610	ICT Infrastructure Development	41,871,495.75	0	41,871,495.75	5,046,418.00	36,825,077.75	<b>12%</b>
<b>301003000</b>			<b>157,447,500.00</b>	<b>0</b>	<b>157,447,500.00</b>	<b>0</b>	<b>157,447,500.00</b>	<b>0%</b>
	301014610	Administrative Services	5,392,236.00	0	5,392,236.00	0	5,392,236.00	<b>0%</b>
	301024610	Cooperative Development & Management	17,614,897.50	0	17,614,897.50	0	17,614,897.50	<b>0%</b>
	301034610	Trade Development and Promotion	134,440,366.50	0	134,440,366.50	0	134,440,366.50	<b>0%</b>
<b>303003000</b>			<b>452,017,500.00</b>	<b>0</b>	<b>452,017,500.00</b>	<b>19,437,816.00</b>	<b>432,579,684.00</b>	<b>4%</b>
	303014610	Tourism Promotion and Marketing	452,017,500.00	0	452,017,500.00	19,437,816.00	432,579,684.00	<b>4%</b>
<b>401003000</b>			<b>736,050,000.00</b>	<b>0</b>	<b>736,050,000.00</b>	<b>243,738,758.80</b>	<b>492,311,241.20</b>	<b>33%</b>
	401014610	Health Promotion	736,050,000.00	0	736,050,000.00	243,738,758.80	492,311,241.20	<b>33%</b>
<b>402003000</b>			<b>257,923,638.00</b>	<b>0</b>	<b>257,923,638.00</b>	<b>46,619,971.00</b>	<b>211,303,667.00</b>	<b>18%</b>
	402014610	Referral Services	257,923,638.00	0	257,923,638.00	46,619,971.00	211,303,667.00	<b>18%</b>
<b>403003000</b>			<b>1,598,051,362</b>	<b>0</b>	<b>1,598,051,362</b>	<b>1,464,487,822.60</b>	<b>363,946,039.40</b>	<b>92%</b>
	403014610	Health Policy, Planning and Financing	1,598,051,362	0	1,598,051,362	1,464,487,822.60	363,946,039.40	<b>92%</b>
<b>502003000</b>			<b>871,836,669.75</b>	<b>0</b>	<b>871,836,669.75</b>	<b>570,795,413.60</b>	<b>301,041,256.15</b>	<b>65%</b>
	502014610	Early Child Development and Education	871,836,669.75	0	871,836,669.75	570,795,413.60	301,041,256.15	<b>65%</b>
<b>701003000</b>			<b>769,912,500.00</b>	<b>0</b>	<b>769,912,500.00</b>	<b>118,546,715.50</b>	<b>651,365,784.50</b>	<b>15%</b>
	701014610	Administrative Services	152,186,085.75	0	152,186,085.75	15,604,792.00	136,581,293.75	<b>10%</b>
	701044610	Coordination and Administrative Services	240,657,138.75	0	240,657,138.75	48,245,671.50	192,411,467.25	<b>20%</b>
	701054610	Public service and Field Administrative Services	305,384,275.50	0	305,384,275.50	42,147,592.00	263,236,683.50	<b>14%</b>
	701084610	Board Management Services	71,685,000.00	0	71,685,000.00	12,548,660.00	59,136,340.00	<b>18%</b>
<b>702003000</b>			<b>293,289,039.00</b>	<b>0</b>	<b>293,289,039.00</b>	<b>128,463,675.00</b>	<b>164,825,364.00</b>	<b>44%</b>
	702014610	Accounting services	26,907,314.25	0	26,907,314.25	3,350,317.00	23,556,997.25	<b>12%</b>
	702024610	Resource Mobilization	127,145,791.50	0	127,145,791.50	96,379,783.00	30,766,008.50	<b>76%</b>

	702034610	Budget Formulation, Coordination and Management	31,395,317.25	0	31,395,317.25	3,839,590.00	27,555,727.25	12%
	702044610	Supply Chain Management Services	60,320,326.50	0	60,320,326.50	20,375,285.00	39,945,041.50	34%
	702054610	Internal Audit Services	47,520,289.50	0	47,520,289.50	4,518,700.00	43,001,589.50	10%
<b>703003000</b>			<b>441,981,965.25</b>	<b>0</b>	<b>441,981,965.25</b>	<b>162,019,675.00</b>	<b>279,962,290.25</b>	<b>37%</b>
	703014610	Economic Planning Coordination	420,524,601.00	0	420,524,601.00	158,228,380.00	262,296,221.00	38%
	703024610	Monitoring and Evaluation Services	21,457,364.25	0	21,457,364.25	3,791,295.00	17,666,069.25	18%
<b>704003000</b>			<b>176,422,500.00</b>	<b>0</b>	<b>176,422,500.00</b>	<b>0</b>	<b>176,422,500.00</b>	<b>0%</b>
	704024610	County Co-ordination Services	176,422,500.00	0	176,422,500.00	0	176,422,500.00	0%
<b>901003000</b>			<b>225,855,830.25</b>	<b>0</b>	<b>225,855,830.25</b>	<b>4,839,951.00</b>	<b>221,015,879.25</b>	<b>2%</b>
	901014610	Gender and Youth Development	22,465,768.50	0	22,465,768.50	1,339,400.00	21,126,368.50	6%
	901024610	Social Assistance to Vulnerable Groups	16,352,347.50	0	16,352,347.50	0	16,352,347.50	0%
	901034610	Development and Promotion of culture	14,889,524.25	0	14,889,524.25	200,000.00	14,689,524.25	1%
	901044610	Development and Management of sports facilities	86,367,354.00	0	86,367,354.00	0	86,367,354.00	0%
	901064610	Voluntary Training Services	85,780,836.00	0	85,780,836.00	3,300,551.00	82,480,285.00	4%
<b>1.00E+09</b>			<b>489,337,500.00</b>	<b>0</b>	<b>489,337,500.00</b>	<b>11,363,220.00</b>	<b>477,974,280.00</b>	<b>2%</b>
	1.00E+09	Forests Conservation and Management	489,337,500.00	0	489,337,500.00	11,363,220.00	477,974,280.00	2%
		<b>Grand Total</b>	<b>8,208,880,000</b>	<b>0</b>	<b>8,208,880,000</b>	<b>3,145,381,586.75</b>	<b>5,293,880,913.25</b>	<b>38%</b>

*Source: Narok County Treasury*

### 1.1.13 Key Observations and Recommendations

In the course of overseeing and reporting on the implementation of the County budget, the OCOB identified the following challenges which hampered effective budget implementation;

1. Late submission of financial reports by the County Treasury to the Controller of Budget, which affected the timely preparation of the budget implementation report.
2. High level of pending bills which amounted to Kshs.1.35 billion as of 31<sup>st</sup> December 2022. This is despite the availability of cash in the CRF which stood at Kshs.104.72 million at the end of the first half of FY 2022/23.
3. Use of manual payroll. Personnel emoluments amounting to Kshs.687.11 million were processed through the manual payroll and accounted for 0.4 per cent of the total payroll cost. The manual payroll is prone to abuse and may lead to the loss of public funds where there is a lack of proper controls.
4. A high wage bill, which accounted for 36.17per cent of the total expenditure in the First Half of FY 2021/22 thus constraining funding to other programmes.

The County should implement the following recommendations to improve budget execution;

1. *The County Treasury should ensure timely preparation and submission of financial reports to the Office of the Controller of Budget in line with Section 166 of the PFM Act, 2012.*
2. *The County leadership should take charge of the worsening pending bills situation to ensure genuine bills are paid without delay in the remaining period of the financial year.*
3. *The Government policy is that salaries should be processed through the IPPD system, and the County is advised to fast-track the acquisition of Unified Personnel Numbers for their staff. The County Public Service Board should regulate staff engagement on contract and casual workers as provided under Section 74 of the County Governments Act 2012. Further, there should be strict compliance with the approved staff establishment.*
4. *The County Public Service Board should establish an optimal staffing structure to ensure expenditure on personnel emoluments complies with Regulation 25 (1) (b) of the Public Finance Management (County Governments) Regulations, 2015.*

***End***