

AUDIT REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF ELGEYO MARAKWET FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Executive of Elgeyo Marakwet set out on pages 8 to 43, which comprise the statement of financial assets as at 30 June 2017, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Executive of Elgeyo Marakwet as at June 30, 2017, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act, 2012.

In addition, as required by Article 229(6) of the Constitution, except for the matters described in the Basis for Qualified Opinion and Other Matter sections of my report, based on the procedures performed, I confirm that nothing has come to my attention to cause me to believe that public money has not been applied lawfully and in an effective way.

Basis for Qualified Opinion

1.0 Exchequer Releases

The statement of receipts and payments for the year ended 30 June 2017 reflects exchequer releases of Kshs.3,528,847,275 which is at variance with the figure of Kshs.3,573,480,000 as indicated in the report of the Controller of Budget for the same period comprising of recurrent exchequer of Kshs.2,355,040,000 and development exchequer releases of Kshs.1,218,440,000 and therefore resulting in unexplained variance of Kshs.44,632,725. Consequently, the validity, accuracy and completeness of the exchequer releases of Kshs.3,528,847,275 for the year ended 30 June 2017 could not be confirmed.

2.0 Compensation of Employees

2.1 Temporary Employees

Included in compensation of employees figure of Kshs.1,786,331,042 as disclosed under note 11 to the financial statements nil balance in respect of basic wages of temporary employees for the year ended 30 June 2017. However, available information

revealed that the County Executive made payments to casuals totaling Kshs.5,788,125.70 under administration and lands, water, environment and natural resources departments out of which an amount of Kshs.3,358,841.70 was paid from the development vote. Management has not provided reasons for using development funds on recurrent expenditure. Further, no approval of the County Public Service Board has been provided for audit verification to confirm that the employment of casuals was approved by the board.

Consequently, the management is in breach of the law and the accuracy and propriety of the expenditure of Kshs.5,788,125.70 on basic wages of temporary employees could not be confirmed.

2.2 Fraudulent Payroll Payments

The statement of receipts and payments for the year ended 30 June 2017 reflects total payments of Kshs.3,999,680.848 which includes compensation of employees expenditure of Kshs.1,786,331,042. Included in the figure of compensation of employees is an amount of Kshs.12,753,350.00 fraudulently paid as part of staff salaries from a sample of the payroll expenditure records reviewed. Examination of the net salaries in the Integrated Payroll Personnel Database of Kshs.90,819,917.65 were at variance with the schedules total figure of Kshs.103,573,267.65 prepared in support of the net salaries sent to the bank resulting to unexplained or unreconciled variance of Kshs.12,753,350.00 as detailed below:

Date	Payment voucher number	Amount in IPPD (Kshs)	Amount in Payment voucher (Kshs)	Variance/overpayment
29-07-16	R4367-05	4,121,179.15	4,751,615.15	630,436.00
26-08-16	R4367-989	4,418,031.20	5,098,031.20	680,000.00
26-09-16	R4367/16-327	4,108,891.05	4,846,953.05	738,062.00
28-10-16	R4367/16-625	4,009,652.80	4,680,152.80	670,500.00
22-11-16	R4367/16-838	3,977,882.40	4,685,373.40	707,491.00
21-12-16	R4367/16-987	4,414,832.95	5,134,553.95	719,721.00
02/01/2017	R4367/16-1230	3,551,317.05	4,204,917.05	653,600.00
08/02/2016	R4367/16-004	9,149,819.65	9,347,119.65	197,300.00
26-08-16	R4367/16-190	10,444,515.60	10,643,715.60	199,200.00
22-11-16	R4367/16-833	9,836,771.10	10,034,971.10	198,200.00
29-07-16	R4367/16-05	4,121,179.15	4,751,615.15	630,436.00
26-08-17	R4367/16-989	4,418,031.20	5,098,031.20	680,000.00
26-09-16	R4367/16-327	4,108,891.05	4,846,953.05	738,062.00

Date	Payment voucher number	Amount in IPPD (Kshs)	Amount in Payment voucher (Kshs)	Variance/overpayment
28-10-16	R4367/16-625	4,009,652.80	4,680,152.80	670,500.00
22-11-16	R4367/16-987	4,414,832.95	5,134,553.95	719,721.00
21-12-16	R4367/16-987	4,414,832.95	5,134,553.95	719,721.00
02/01/2017	R4367/16-1230	3,551,317.05	4,204,917.05	653,600.00
29-07-16	R4362/16-05	326,415.45	546,415.45	220,000.00
29-08-16	R4362/16-68	326,415.45	546,415.45	220,000.00
28-09-16	R4362/16-332	326,415.45	546,415.45	220,000.00
25-10-16	R4362/16-170	326,415.45	546,415.45	220,000.00
30-11-16	R4362/16-236	326,415.45	546,415.45	220,000.00
27-12-16	R4362/16-288	326,415.45	546,415.45	220,000.00
27-01-16	R4362/16-411	326,415.45	546,415.45	220,000.00
28-09-16	R4362/16-331	251,907.60	450,107.60	198,200.00
25-10-16	R4362/16-169	527,932.60	726,132.60	198,200.00
21-12-16	R4367/16-992	251,907.60	451,107.60	199,200.00
02/01/2017	R4362/16-409	251,907.60	451,107.60	199,200.00
16-09-16	R4364/16-200	179,724.00	391,724	212,000
TOTAL		90,819,917.65	103,573,267.65	12,753,350.00

It was observed that after the production of the Integrated Payroll Personnel Database when preparing the payment vouchers for salaries to the bank, the schedules were forged by doubling net salaries of some staff and the amount added taken to accounts other than those of the affected staff. Although management indicates the preliminary investigation showed that Kshs.9,746,302 was fraudulently stolen and the matter reported to the Director of Criminal Investigation of Keiyo North Sub County no evidence was provided to show that the culprits have been arrested and judged in a court of law for the offence.

Under the circumstances, the accuracy, validity and completeness of compensation of employees^[LBA1] expenditure of Kshs.1,786,331,042 for the year ended 30 June 2017 could be ascertained.

3.0 Acquisition of Assets

3.1 Purchase of Vehicles and Other Transport Equipment

The statement of receipts and payments for the year ended 30 June 2017 reflects acquisition of assets figure of Kshs.985,018,188 which includes purchase of vehicles and other transport equipment expenditure of Kshs.14,191,210 as disclosed under note 17 to the financial statements out of which an amount of Kshs.3,284,610 was incurred in the acquisition of 14 Yamaha YBR 125G Motor Bike engine. However, available information revealed that the County government used an expired contract between Toyota Kenya and Ministry of Lands and Housing and Urban Development for 2014/2015 to procure the 14 Yamaha YBR 125G Motor Bike engine .

Under the circumstances, the propriety of Kshs.3,284,610 expenditure on procurement of 14 Yamaha YBR 125G Motor Bike engine could not be confirmed.

3.2 Proposed Construction of Governors Residence

As reported in the previous year, an amount of Kshs.13,873,301.50 was paid to a construction company in respect of proposed construction of Governor's residence at Kamariny. Available information indicate that the tender was awarded to the firm at a tender sum of Kshs.56,739,518. A physical verification of the project on 19 January 2018 revealed that the site remains still deserted and the project had stalled due to a pending court case filed by the locals that they were not involved in public participation and that the County Executive utilized the land designated for a stadium for construction of Governor's residence. Materials on site and structure continue to deteriorate.

Consequently, the objective of this project has not been achieved and County has not obtained value for money for Kshs.13,873,301.50 incurred toward the project.

3.3 Proposed Construction of a Pavilion at Kamariny Stadium

As reported in the previous year, an amount of Kshs.29,995,468 was paid to a construction company in respect of proposed construction of a pavilion at Kamariny stadium. The contract sum for the proposed construction of a pavilion at Kamariny stadium was Kshs.46,843,155. During the year under audit, the contractor was paid Kshs.1,831,176. As reported previously, concrete pillars were used in walling instead of steel plates as indicated in the bill of quantities. A physical verification in January 2018 revealed that the project is incomplete. No evidence was provided when the project will be completed, the reasons for the changes and the cost implications arising from these variation to the bill of quantities.

Consequently, the propriety of the total expenditure of Kshs.29,995,468 incurred in the construction of a pavilion at Kamariny stadium so far could not be confirmed.

3.4 Construction of Treatment/Kapshabatai Bridge Moiben Kiserwo Ward

Included in the construction and civil works of Kshs.623,649,586 as disclosed in note 17 to the financial statements is an amount of Kshs.1,485,330.25 paid to contractor.

The contractor was awarded the above tender at Kshs.4,478,860. According to the contract agreement, the contract was to take 90 days starting on 15 Feb 2017. As at the time of audit in January 2018 the project had delayed. It was also noted that the inspection and acceptance committee did not indicate details of the work done. According to the inspection and acceptance report the bridge is 50% but it was not explained how the 50% was arrived at.

Although the department of Roads, Public Works and Transport submitted a letter referenced EMC/RPW&T/EXT/01/16-17 dated 6 April 2017 on extension of contract by the contractor to resume site within 7 days after favorable conditions allow and complete the works not more than 45 days the project still was not complete.

Under the circumstance, the propriety of Kshs.1,485,330.25 expenditure on Construction of Treatment/Kapshabatai Bridge Moiben Kiserwo Ward for the year ended 30 June 2017 could not be confirmed.

4.0 Fixed Assets

4.1 Fixed Asset Register

Annex 4 to the financial statements reflects a summary of fixed assets register figure of Kshs.343,387,598 which is at variance with the acquisition of assets total amount of Kshs.985,018,188 during the year and therefore resulting in unexplained variance or unreconciled difference of Kshs.641,630,590

Consequently, the validity, accuracy and completeness of the acquisition of assets figure of Kshs.985,018,188 for the year ended 30 June 2017 could not be confirmed.

4.2 Assets and Liabilities from the Defunct Local Authorities

As reported in the previous year, Annex 4 to the financial assets reflects a summary of fixed assets figure of Kshs.1,298,922,559 as at 30 June 2017. However, management has not explained why assets from former local authorities such as land, buildings, motor vehicles, computers, and equipment have not been included in the County's fixed assets register.

Consequently, the accuracy and completeness of the fixed assets of Kshs.1,298,922,559 as at 30 June 2017 could not be confirmed.

5.0 Cash and Cash Equivalents

The statement of assets as at 30 June 2017, reflects total cash and cash equivalent figure of Kshs.733,643,455 which is at variance with the cash and cash equivalent balance of Kshs.699,521,677 at the end of the year indicated in the statement of cash flows for the year ended 30 June 2017 resulting in unexplained or unreconciled difference of Kshs.34,121,778.

Consequently, the accuracy and completeness of the cash and cash equivalent figure of Kshs.733,643,455 as at 30 June 2017 could not be confirmed.

6.0 Accounts Receivable – Outstanding imprests

The statement of assets as at 30 June 2017, reflects accounts receivable-outstanding imprests figure of Kshs.19,918,670 .However, available information revealed that twenty four (24) officers of Elgeyo Marakwet County Executive were issued with multiple imprests amounting to Kshs.8,991,690 contrary to Section 93(4) of the Public Finance Management (County) Regulations, 2015 which requires officers to surrender or account for previous imprest before being issued with another. Further, no reason has been provided for failure to recover the outstanding imprest after the due date.

Consequently, the accuracy, validity and completeness of outstanding imprest of Kshs.19,918,670 in the statement of financial assets as at 30 June 2017 could not be confirmed.

7.0 Pending Accounts Payable

Annexure 1 to the financial statements reflects pending accounts payable figure of Kshs.784,716,017 comprising of Kshs.660,325,808 development expenditure and Kshs.124, 390, 209 recurrent expenditure out of which an amount of Kshs.53,930,802 has been outstanding since 2013/2014. Further, supporting documents such as copies of advertisement, evaluations minutes, contract agreements, local purchase order (LPO), suppliers' invoices, delivery notes, inspection and acceptance committee reports confirming the quality and quantity, demand notices or suppliers statements were not availed for audit verification.

Consequently, the validity, accuracy and completeness of the pending accounts payable balance of Kshs.784,716,017 as at 30 June 2017 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion and Other Matter sections, I have determined that there are no Key Audit Matters to communicate in my report.

Other Matter

1.0 Budgetary Controls and Performance

1.1 Budget Performance

During the year under review, the County Executive had a total budget of Kshs.4,739,167,911 comprising of Kshs.1,859,156,992 for development and Kshs.2,880,010,919 for recurrent expenditure while the actual total expenditure amounted to Kshs.3,999,680,847 comprising of Kshs.1,166,785,198 for development and Kshs.2,832,895,649 for recurrent. Further, the total budget reflected overall under absorption of Kshs.739,487,064 of about 16% as summarized below:

Item	Approved	Actual expenditure	Under absorption (Kshs)	Under Absorption in %
	2016/2017	2016/2017		
Development	1,859,156,992	1,166,785,198	692,371,794	37

Recurrent	2,880,010,919	2,832,895,649	47,115,270	2
Total	4,739,167,911	3,999,680,847	739,487,064	16

The under absorption of the approved budget is an indication that activities and projects in the annual work plan were not implemented by the County Executive and this is likely to have a negative effect on the delivery on goods and services to the residents of Elgeyo Marakwet County.

1.2 Development Vote

During the year under review, the County Executive allocated Kshs.1,852,408,279 to eleven departments (11) to finance various projects. However, the implementation of these projects was behind schedule and by 30 June 2017, only Kshs.962,299,102 had been spent on the projects which represents fifty two percent (52%) of the funds allocated as summarized below:

Serial No.	Department	Approved Budget Kshs	Total payments Kshs	Variance-Kshs	% of Variance
1.	Office of the Governor	36,370,695	2,875,269	33,495,426	92
2.	Finance and Economic Planning	1,929,330	1,425,373	503,957	26
3.	Agriculture, Livestock and Fisheries	199,957,354	98,839,719	101,117,635	51
4.	Education, Science and Technology	340,269,198	179,174,703	161,094,495	47
5.	Health	235,750,428	94,877,394	140,873,034	60
6.	Lands, Housing and Physical Planning	344,808,850	171,400,730	173,408,120	50
7.	Roads, Public Works and transport	379,269,885	246,701,491	132,568,394	35
8.	Trade, Tourism, cooperative	110,347,311	62,164,381	48,182,930	44

	Development & energy				
9.	Youth, Sports, Culture and Gender	116,735,465	67,131,909	49,603,556	42
10.	ICT & Public Service	69,618,034	26,875,904	42,742,130	61
11.	County Public Service Board	1,512,445	962,299,102	492,145	33
Total		1,852,408,279	962,299,102	890,109,177	48

Overall, the County Executive did not utilize a total of Kshs.890,109,177 representing 48% of the County Executive's development budget. The departments of Office of the Governor, ICT & Public Service, Health, Agriculture, Livestock and Fisheries and Lands, Housing and Physical Planning had the highest unutilized development budget at 92%, 61%, 60, 51% and 50% respectively. The delay is likely to affect the implementation of 2017/2018 projects. Delay in implementation of projects means the intended objectives were not fully realized and this may hamper service delivery to the people of Elgeyo Marakwet due to lack of prerequisite infrastructure and will impact negatively on the provision of adequate facilities to improve the standards of living of the residents of Elgeyo Marakwet County.

2.0 Projects

2.1 Incomplete Contract Agreements

During the financial year 2016/2017, the County Executive entered into various contracts worth Kshs.23,197,754 with various contractors/suppliers to undertake various projects in the County as detailed below:

Date	Contractor/Supplier	Pv.No.	LSO	Contract Agreement	Period	Amount(Kshs)
16.6.17	Florato Constr.Coltd	D4367/1 6-738	1241188	Availed but incomplete	Not Indicated	1,805,678.00
9.11.16	Hurry Automart Constr. Ltd	D4367/1 6-72	1102073	Availed but incomplete	" "	336,638.70
9.11.16	" "	D4367/1 6-72	" "	Availed but incomplete	" "	269,117.00
31.5.17	Koikochwa Co.Ltd	D4367/1 6-628		Availed but incomplete	Not Indicated	315,000.00
31.5.17	Netspark Capital Ltd	D4367/1 6-624	1237375	Availed but incomplete	Not Indicated	956,343.55
28.6.17	Ncon Enterprises	D4367/1 6-800	1237358	Availed but incomplete	Not Indicated	1,005,497
30.6.17	Libob Enterprises Ltd	D4367/1 6-796	1237362	Availed but incomplete	Not Indicated	857,430.35

28.6.17	Kenela Company Ltd	D4367/1 6-795	1241163	Availed but incomplete	Not Indicated	610,965.67
16.6.17	Stevekor Constr. Company Ltd	D4367/1 6-765	1237386	Availed but incomplete	Not Indicated	700,665.07
16.6.17	Kongasis Invest. Co. Ltd	D4367/1 6-761	1237355	Availed but incomplete	Not Indicated	820,640.70
28.6.17	Nawiya Co. Ltd	D4362/1 6-788		Availed but incomplete	Not Indicated	557,655.00
30.6.17	Rodban Invest. Ltd	D4367/1 6-774		Availed but incomplete	Not Indicated	357,995.70
30.5.17	Afriscape Ltd	D4367/1 6-503		Availed but incomplete	Not Indicated	501,120.3
8.5.17	Tenderi Talents	D4367/		Availed but incomplete	Not Indicated	377,008.35
29.3.17	Saram Karewa Gen.	D4367/		Availed but incomplete	Not Indicated	1,329,500.40
29.3.1	Biscon Invest. Ltd	D4367/1 6-443		Availed but incomplete	Not Indicated	597,791.45
29..3.17	Gracepoint Invest. Ltd	D4367/1 6-		Availed but incomplete	Not Indicated	752,564.00
29.3.17	Libob Enterprises	D4367/4 33		Availed but incomplete	Not Indicated	411,265.45
20.3.17	Tabasia Holdings Ltd	D4367/1 6-429		Availed but incomplete	Not Indicated	974,345.00
16.3.17	M/S Jajes Gen. Suppliers	D4367/1 6-		Availed but incomplete	Not Indicated	650,054.00
7.11.16	M/S Laba Constr. Ltd	D4367/1 6-30		Availed but incomplete	Not Indicated	668,670.50
30.12.16	Reale Centre Ltd	D4367/1 6-29		Availed but incomplete	Not Indicated	1,050,000.00
7.11.16	Hurry Automart Constr. Ltd	D4367/1 6-74		Availed but incomplete	Not Indicated	336,638.00
9.11.16	“ “	D4367/1 6-72		Availed but incomplete	Not Indicated	269,117.00
7.11.16	Kenela Co. Ltd	D4367/1 6-68		Availed but incomplete	Not Indicated	347,791.80
23.6.17	Kibe Constr. Of Ltd	D4367/1 6-831		Availed but incomplete	Not Indicated	870,400.05
20.6.17	Kamasia Civil Tech	D4367/1 6-820		Availed but incomplete	Not Indicated	629,745.10
25.11.16	Belion Hardware & Buildings	D4367/1 6-85		Availed but incomplete	Not Indicated	1,097,995.30
31.10.16	M/S Florato Constr. Co Ltd	D4367/1 6-60		Availed but incomplete	Not Indicated	1,186,500.00

25.11.16	Laba Constr.Co Ltd	D4367/1 6-		Availed but incomplete	Not Indicated	1,205,328.00
31.10.16	Bamartex Invest. Ltd	D4367/1 6-56	1241188	Availed but incomplete	Not Indicated	1,015,483.65
28.10.16	Digitex Invest.Ltd	D4367/1 6-18		Availed but incomplete	Not Indicated	332,809.00
Total						23,197,754.00

Although the contract agreements between the County Government and the contractors were availed for audit verification, the contract period was not indicated. Consequently, it was not possible to confirm the commencement and completion period for these projects and the propriety of the total contracts amount of Kshs.23,197,764 for the year ended 30 June 2017.

2.2 Projects Physical Verification

From a sample of the projects verified, the audit revealed the following observations:

Serial No.	Project	Budget allocation Kshs	Payments as at 30 June 2017	Observations
1	Kapsio ECDE	12,571,250	2,638,600	County Government of Elgeyo Marakwet purchased furniture and distributed them to ECDEs' within the County from Sub-County Headquarters'. The ECDE received 35 pupil chairs, 4 tables and 2 teachers' chair.
2	Iten Theatre County Referral Hospital	8,000,000	2,460,773	The building exist, not labelled, complete and not in use.
3	Iten ECDE	12,571,250	2,119,000	County Government of Elgeyo Marakwet purchased furniture and distributed them to ECDEs' within the County from Sub-County Headquarters'. The ECDE received 28 pupil chairs.
4	Iten Vocational Training Centre		2,197,960	Received 4 desktops and Sony projector.
5	Kipsabu Primary School			Received 5000 litres water tank, water pipes and 4 cement. The tank is not in use.
6	Chepsigot - Songeto Water project			There is water and it is flowing.

7	Rimoi National Reserve	3,500,000	3,500,000	The road was graveled.
8	Kipshabatai bridge	4,600,000	2,035,195	There are two drainage systems and a bridge.
10	Chebara Vocational Training Centre		2,197,960	Received 3 desktop, 1 photocopier.
11	Nerkwa ECDE	6,600,000	5,705,960	ECDE building and toilet is complete and not in use.
12	Cheptongei Primary School	6,600,000	5,705,960	ECDE complete and not in use.
14	Kokwokor - Endiwa - Kimuro Road	5,995,250	5,995,250	The road is graveled.
15	Kapkoros Primary School	955,020	955,020	The field is leveled.
16	Chebara - Chebiemit Water Project	3,007,720	2,806,850	The water is flowing.
17	Kamessa Primary ECDE	12,571,250	2,638,600	County Government of Elgeyo Marakwet purchased furniture and distributed them to ECDEs' within the County from Sub-County Headquarters'. The ECDE received 60 pupil chairs, 8 tables and 2 teachers' chair.
18	Kitany Vocational Centre		2,197,960	Received 5 desktop and 1 printer
19	Chemargat - Kapkenda Road			The road is graveled.
20	Kapkenda Primary School ECDE	6,600,000	5,705,960	ECDE classroom is complete, not in use and not labelled.
21	Chepkorio Ward Cereal Store			The store is complete and in use.
22	Metkei Water Treatment Plant			The plant exist and in use.
23	Kamwosor Sub-County Hospital	2,029,360	1,339,378	The x-ray room is not complete.
24	Muno cattle dip	1,230,000	987,750	Complete and in use.
25	Benn cattle dip	535,000	437,778	Complete and in use.
26	Ratia ECDE	2,200,000	2,200,000	Not complete, at Linton level.
27	Koibarak ECDE	2,201,500	2,201,500	Not commenced.
28	Kipka primary field grading	1,233,540	1,233,540	Grading complete.

29	Kapchela Primary field leveling	955,020	955,020	Grading complete.
30	Tomato processing plant - Emsoo	2,400,000	1,148,510	Construction complete.
31	Iten County Referral Hospital - Mortuary	8,000,000	5,796,000	There are 2 cooler machines, baskets.
32	Revenue collection management system	10,000,000	4,947,400	The system is functioning but not in use by the user department.
33	Renovation of offices- Construction of ablution block	1,512,445	1,020,300	Incomplete-Delay in completion of the project by approximately one year.
34	Construction of Kamariny Modern changing room	3,374,412	3,000,000	Complete and in use.
35	Construction of Kamariny fence and Gate House	1,200,000	972,000	Complete and in use.
36	Construction of Kamariny Pavilion	4,523,504	2902,842	Incomplete –there are other works being done by the National government which will interfere with the completion of the pavilion.
37	Proposed governor's residence			The project still has stalled due to a court case filed by the locals on the ground that the ground was designated as stadium. This is also indication of lack of public participation before project is implemented which leads to lack of ownership of such projects contrary to Section 115(1) of the County Government Act,2012 which stipulates that public participation in the county planning process shall be mandatory.

Physical verification done on projects implemented during the year, the County Executive had eighteen (18) completed projects costing Kshs.44,833,293 which were in use, five (5) projects costing Kshs.24,526,053 were not in use and four (4) projects of Kshs.7,462,520 were incomplete.

2.3 Projects not Started

The project status report availed for audit revealed that the following 378 projects with a budget of Kshs.290,875,328 for the year ended 30 June 2017 had not commenced as at 30 June 2017:

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
	Agriculture		
1	Purchase Of Galla Bucks To Improve Local Breeds For Chesuman Location	Arror	300,000
2	Rehabilitate 2 Water Furrows	Arror	1,400,000
3	Laying Soil Conservation Structures In Farms	Chepkorio	100,000
4	Purchase Of Pyrethrum Clones	Chepkorio	100,000
5	Purchase Of Hatchery	Cherangany/Ch ebororwa	250,000
6	Construction Of Cattle Dip Kaitilit Cattle Dip	Embobut/Embol ot	1,000,000
7	Purchase & Distribute Improved Poultry	Emsoo	100,000
8	Purchase Galla Bucks To Improve Local Breeds	Emsoo	100,000
9	Construct New Cattle Dip	Endoo	1,000,000
10	Fence Off Murkutwo Farms	Endoo	200,000
11	Acquisition Of Grinder/Chopper/ Mixer	Kabiemit	1,000,000
12	Construction Of Kapsowek Primary School Green House	Kabiemit	500,000
13	Potatoes Seed Bulking	Kabiemit	300,000
14	Renovation Of Kapchebelel Cattle Dip	Kabiemit	600,000
15	Renovation Of Lolgorin Cattle Dip	Kabiemit	500,000
16	Desilting Of Kombaemit Dam	Kamariny	1,500,000
17	Rehabilitation Of Dips At Kamariny Ward	Kamariny	810,000
18	Construction Of Cooler Room at Bugar.	Kapchemutwa	1,300,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
19	Construction Of Cereal Store Bugar.	Kapchemutwa	1,000,000
20	Construction Go-Down For Fertilizers At Cheboror	Kapchemutwa	1,500,000
21	Construction Of Milk Cooling Plant At Korkitony	Kapchemutwa	700,000
22	Laying Of Pipes Kapchesoo Cattle Dip Water Project	Kapsowar	500,000
23	Laying Of Pipes Kaptum-Katkoo Water Project	Kapsowar	608,000
24	Purchase Of Bee Hives	Kapsowar	100,000
25	Purchase Of Poultry	Kapsowar	200,000
26	Reviving /Renovation Kaptabuk Cattle Dip	Kapsowar	100,000
27	Reviving /Renovation Kapchelos Cattle Dip	Kapsowar	150,000
28	Reviving /Renovation Sinon Cattle Dip	Kapsowar	150,000
29	Equipping Of The Sale Yard With A Weighing Machine And Infrastructural Upgrade	Kaptarakwa	500,000
30	Establishment Of Nurseries	Kaptarakwa	80,000
31	Purchase Extension Motorbike To Improve Extension Coverage	Kaptarakwa	200,000
32	Purchase Generator For Poultry Incubators	Kaptarakwa	100,000
33	Purchase Of Tubes And Polythene Covers	Kaptarakwa	1,000,000
34	Construction Of Shades	Kapyego	1,000,000
35	Construction Of Shades	Kapyego	1,000,000
36	Construction Of Slaughter House	Kapyego	914,624
37	Construct New Cattle Dip At Kipchorwa(Land Available)	Metkei	1,000,000
38	Establish Tea Nursery	Metkei	100,000
39	Rehabilitation Of Kamwosor, Tabare And Kapkonga Cattle Dips	Metkei	150,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
40	Water Tanks At Kaplolo And Kapchorwa To Support Phyrethrum Nurseries.	Metkei	850,000
41	Infrastructural Development	Moiben Kuserwo	200,000
42	Purchase Of Chicks	Moiben Kuserwo	300,000
43	Renovation Vaccination Structures	Moiben Kuserwo	200,000
44	Completion Of Chesoi Multipurpose Store	Sambirir	2,000,000
45	Establishment Of Tea And Phyrethrum Nurseries	Sambirir	115,000
46	Purchase Of Poultry	Sambirir	100,000
47	Rehabilitation Of Mogil Cattedip	Sambirir	250,000
48	Purchase Of Acaricides	Sengwer	100,000
49	Renovation Of Dips At Sengwer Ward	Sengwer	150,000
50	Renovation Of Dips At Sengwer Ward	Sengwer	300,000
51	Tree Planting, Building Gabions And Bamboo For Soil Conservation	Sengwer	50,000
52	Tree Planting, Building Gabions And Bamboo For Soil Conservation	Sengwer	50,000
53	Tree Planting, Building Gabions And Bamboo For Soil Conservation	Sengwer	700,000
54	Purchase And Distribution Of Assorted Coffee Seeds	Soy North	200,000
55	Purchase Galla Bucks To Improve Local Breeds	Soy North	100,000
56	Purchase Of Generators	Soy North	220,000
57	Purchase Of Hatchery To Improve Local Breeds.	Soy North	300,000
58	Rehabilitate Cattle Dips To Improve Their Effectiveness	Soy North	750,000
59	Rehabilitate Kaptere Water Furrow	Soy North	637,534
60	Rehabilitate Toror Water Furrow	Soy North	1,000,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
61	Support 1group With Milk Dispenser	Soy North	500,000
62	Construction Of Modern Crush Kapkayo	Soy South	700,000
63	Ngobisi Water Tanks(Irrigation)	Soy South	750,000
64	Pipes For Irrigation -Kewapkwony	Soy South	192,933
65	Purchase Backup Generator-(Turesia)	Soy South	1,186,288
66	Purchase Of Pulping Machine For Cooperative Societies(Turesia,Kormut And Kocholwo)	Soy South	450,000
67	Cattle Dips Renovation	Tambach	200,000
68	Water Furrow Development	Tambach	1,100,000
69	Water Furrow Development	Tambach	1,100,000
70	Rehabilitation Of Water Furrow & Piping	Keiyo South	1,000,000
71	Rehabilitation Of Water Furrow & Piping	Marakwet West	1,440,256
72	Purchase Of Pipes And Fittings	Marakwet West	1,339,336
73	Canal Lining Of- Kamariny Irrigation Furrow	Marakwet East	696,626
74	Construction Of -Boroko Irrigation Canal	Marakwet East	448,186
75	Piping Of -Changach Barak Project	Keiyo North	1,500,000
76	Supply Of Farm Inputs For- Upendo Women Group In Sengwer Ward.	Keiyo North	100,000
77	Construction Of Dips-Korkitony Cattle Dip	Keiyo North	1,132,190
78	Construction Of Dips-Lamaiwa Cattle Dip	Keiyo South	1,199,700
79	Construction Of Dips-Kakener Cattle Dip	Marakwet East	350,000
80	Renovations Of Dips-Emsea Cattle Dip	Keiyo South	535,001
81	Renovations Of Dips-Kabokbok Cattle Dip	Keiyo South	218,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
82	Renovation Of Dips-Cheptulon Cattle Dip	Marakwet West	80,000
83	Renovation Of Dips-Cheptulon Cattle Dip	Marakwet West	80,000
84	Renovation Of Dips-Kapserbet Cattle Dip	Marakwet West	80,000
85	Renovations Of Dips-Cheles Cattle Dip	Marakwet West	199,000
86	Renovations Of Dips-Kapkonga Cattle Dip	Keiyo North	120,000
87	Renovations Of Dips-Kabiemit Cattle Dip	Keiyo South	297,000
88	Renovations Of Dips-Kimungu Cattle Dip	Marakwet West	80,000
89	Renovations Of Dips-Hossen Cattle Dip	Marakwet West	80,000
90	Renovations Of Dips-Kipyuso Cattle Dip	Marakwet West	80,000
91	Renovations Of Dips-Cheptongei Cattle Dip	Marakwet West	80,000
92	Renovations Of Dips-Kapkenda Cattle Dip	Keiyo South	753,460
93	Renovations Of Dips Chebiemit Cattle Dip	Marakwet West	160,000
94	Supply Of Vaccination Materials-County Initiative	County	90,120
95	Renovation Of Dips Kapkenda Cattle Dip	Keiyo South	80,000
96	Renovation Of Dips Chebiemit, Cheptongei Kipyuso	Marakwet West	239,995
97	Renovation Of Dips Kaptiol Cattle Dip	Marakwet West	80,000
98	Purchase Of Back Up Generators-Kocholwa Coolers	Marakwet West	1,408,950
99	Purchase Of Galla Goats-Arror,Emsoo, Soy North Wards	Keiyo North,Marakwet East& Keiyo South	455,000
100	Purchase Of Sahiwal Bulls-Endoo,Tambach Wards.	Marakwet East And West,Keiyo South	410,000
101	Dairy Goats Shades.Tambach	Keiyo North	143,760

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
102	Rehabilitation Of Kabe Water Furrow	Marakwet East	563,214
103	Construction Of Milk House Cooler-Kapsait	Marakwet East	1,435,960
104	Constuction Of Water Intake-Kaptich	Marakwet East	505,000
105	Construction Of -Embobut Cattle Dip	Marakwet East	995,720
106	Installation Of Milk Cooler Metkei Centre	Keiyo South	1,065,000
107	Renovation Of- Kapsowar Mala Plant	Marakwet West	162,295
108	Fencing Of Market -Kapcherop	Marakwet West	271,390
	Education.		
	Health Services		
109	Renovation Of Chebororwa Hc	Cherangany	1,000,000
110	Purchase Of Beds At Chepkorio Health Center	Chepkorio	550,000
111	Completion Of Kapchemuta Maternity Wing	Arror	500,000
112	Kondabilet Dispensary	Cherangany	700,000
113	Completion Of Lochin Dispensary	Cherangany	500,000
114	Construction Of Kamogo Health Centre Staff Houses	Embobut	4,000,000
115	Installation Of Lab Equipment At Kabulwo Dispensary	Emsoo	500,000
116	Construction Of Kapchelal Health Centre Lab	Emsoo	750,000
117	Completion Of Staff Houses-Kaparon Dpensary	Endo	600,000
118	Completion Of Ketigoi Health Center	Kabiemit	1,000,000
119	Completion Of Simotwo Health Center	Kabiemit	1,300,000
120	Expansion Of Kipkabus Forest Health Centre	Kabiemit	500,000
121	Completion And Equipment Of Katalel Dispensary	Kamariny	2,300,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
122	Purchase Of Equipment Atkendur Dispensary	Kapchemutwo	500,000
123	Purchase Of Equipment For Kapchesewes Dispensary	Kapsowar	300,000
124	Kaptabuk Dispensary Lab Equipment	Kapsowar	500,000
125	Installation Of Electricitykaptoror Dispensary	Kapsowar	200,000
126	Maternity Wing Construction At Matira Dispensary	Kapsowar	2,000,000
127	Purchase Of Equipment At Kaptarakwa Sub County Hospital	Kaptarakwa	2,000,000
128	Construction Of Kalya Dispensary	Kapyego	250,000
129	Construction Of Kamasia Health Centre	Kapyego	250,000
130	Repairs-Labot And Kipkundul Dispensaries	Lelan	1,000,000
131	Chesoio Dispensary Staff Houses Construction	Sambirir	800,000
132	Fencing Of Mogil Health Centre	Sambirir	400,000
133	Purchase Of Equipment For Chesubet Dispensary	Sengwer	300,000
134	Construction Of Toilets And Staff House Korongoi Dispensary	Sengwer	1,100,000
135	Kalwal Maternity Wing Construction	Soy South	1,000,000
136	Construction Of Kocholwo Health Centre Mortuary	Soy South	2,608,786
137	Mortuary Construction Tot Hospital	Arror	741,690
138	Purchase Of Water Tank Or Kalwal Dispensary	Soy South	50,000
139	Purchase Of Water Tank For Setano & Turesia	Soy South	200,000
140	Renovation Of Kipriria Health Center	Kabiemit	400,000
141	Renovation Of Tolwobei Health Center	Kabiemit	300,000
142	Renovation Of Sangurur Dispensary-	Kapsowar	500,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
143	Renovation Of Silibwet, Kilima & Chemunada Health Centres	Moiben	200,000
144	Renovation Of Sisiya Sub-Health Centre	Kapsowar	600,000
145	Renovation Of Songeto Dispensary	Tambach	472,120
146	Renovation Of Tangul Health Centre	Kapyego	250,000
147	Equiping Of Tenden Dispensary	Cherangany	700,000
148	Renovation Oftenderwa Dispensary	Kapyego	250,000
149	Upgrading Of Chechan Dispensary To A Health Centre	Endo	1,150,000
150	Upgrading Of Malkich Dispensary	Endo	1,150,000
151	Kamoingon Dispensary Equipping	Emsoo	750,000
152	Equipping Of Maternity Wing	Kapyego	500,000
153	Supply Icu Beds	County	10,000,000
154	Creation Of Community Health Units	Cherangany	100,000
155	Creation Of Community Health Units	Emsoo	300,000
156	Ward Health Day/ Deworming Of School Children	Kaptarakwa	50,000
157	Purchase Emergence Medical Kits	Cherangany	75,000
158	Purchase Emergence Medical Kits	Soy South	100,000
159	Purchase Emergence Medical Kits	Kabiemit	50,000
160	Purchase Of Emergency Medical Kits	Endo	50,000
161	Purchase Of Emergency Medical Kits	Emsoo	50,000
162	Purchase Of Emergency Medical Kits	Kaptarakwa	50,000
163	Purchase Of Emergency Medical Kits	Soy North	50,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
164	Purchase Of Motorcycles For Extension	Emsoo	200,000
165	Purchase Of Motorcycles For Health Extension	Soy North	200,000
166	Purchase Of Refrigerators For Non-Kepi Vaccines	Arror	75,000
167	Purchase Of Refrigerators For Non-Kepi Vaccines	Endo	50,000
168	Purchase Of Refrigerators For Non-Kepi Vaccines	Emsoo	50,000
169	Purchase Of Refrigerators For Non-Kepi Vaccines	Soy North	200,000
170	Purchase Of Refrigerators For Non-Kepi Vaccines	Moiben	200,000
171	Purchase Of Refrigerators For Chororget & Kabalburkwo Dispensaries	Kaptarakwa	300,000
172	Purchase Of Refrigerators For Non-Kepi Vaccines	Cherangany	75,000
173	Purchase Of Assorted Food And Water Sampling Kits	Cherangany	70,000
174	Purchase Of Assorted Food And Water Sampling Kits	Kabiemit	75,000
175	Purchase Of Assorted Food And Water Sampling Kits	Endo	75,000
176	Purchase Of Assorted Food And Water Sampling Kits	Emsoo	75,000
177	Purchase Of Assorted Food And Water Sampling Kits	Soy North	75,000
178	Purchase Of Assorted Food And Water Sampling Kits	Soy South	50,000
179	Purchase Of Assorted Food And Water Sampling Kits	Kapsowar	48,310
180	Purchase Of Hand-Washing Demonstration Units	Endo	25,000
181	Purchase Of Hand-Washing Demonstration Units	Emsoo	25,000
182	Purchase Of Hand-Washing Demonstration Units	Soy North	25,000
183	Rollout Of Community Led Total Sanitation	Endo	75,000
184	Community Led Total Sanitation /Technologies	Soy South	75,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
185	Community Led Total Sanitation/Technologies	Cherangany	100,000
186	Renovations At Kapchelal Health Centre	Emsoo	337,326
188	Musekekwa Health Center	Kapchemutwa	12,202
189	Musekekwa Health Center	Kapchemutwa	21,037
190	Musekekwa Health Center	Kapchemutwa	332,809
191	Musekekwa Health Center	Kapchemutwa	40,672
192	Supply Of Dryview Laser Films	Kapchemutwa	306,688
193	Motor Vehicle Service And Maintanance	County	28,400
194	Motor Vehicle Service And Maintanance	County	41,600
195	Provision Of Advertisement For Vacancy Of Medical	County	60,900
196	Motor Vehicle Service And Maintanance	County	21,000
197	Motor Vehicle Service And Maintanance	County	42,000
198	Electrical Installation And Fittings	Moiben Kuserwo	122,720
199	Electrical Installation And Fittings	Kapsowar	86,773
200	Electrical Installation And Fittings	Emsoo	109,640
201	Electrical Installation And Fittings	Kapchemutwa	111,280
202	Provision For Repair For Generator.	County	77,030
203	Motor Vehicle Service And Maintanance	County	10,400
204	Motor Vehicle Service And Maintanance	County	26,800
205	Purchase Medical Equipment	Kapchemutwa	92,790
206	Purchase Medical Equipment	Kapchemutwa	87,800

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
207	Purchase Medical Equipment	Kapchemutwa	165,000
208	Purchase Medical Equipment	Kapchemutwa	74,960
209	Purchase Medical Equipment	Kapchemutwa	779,500
210	Purchase Medical Equipment	Kapchemutwa	219,000
211	Purchase Medical Equipment	Kapchemutwa	157,500
212	Purchase Medical Equipment	Kapchemutwa	278,000
213	Purchase Medical Equipment	Kapchemutwa	221,400
214	Completion Of Maternity Ward And Construction Of Pit Latrine At Kapchelal Dispensary	Emsoo	475,750
215	Completion Of Maternity Ward At Chegilet Health Center	Emsoo	701,070
216	Construction Of Maternity Wing At Sangurur Dispensary	Kapsowar	1,589,485
217	Construction Of Dispensary At Kaberwo	Sengwer	1,193,920
218	Construction Of Maternity Wing At Kapchebar Dispensary	Moiben Kuserwo	422,991
219	Construction Of Septic Tank And Pit Latrines Jemunada	Moiben Kuserwo	992,630
220	Construction At Kapcherop Dispensary Wards	Sengwer	1,400,128
221	Renovation Maternity Wing At Flax Dispensary.	Chepkorio	817,170
222	Construction Of Kitchen Block At Chebiemit	Moiben Kuserwo	90,688
223	Construction Of Kitchen Block At Chebiemit	Moiben Kuserwo	39,115
224	Purchase Of Trolley	Kapchemutwa	2,297,784
	Lands,Water And Enviroment		
225	Chebilat Water Project (To Serve Vtc, Secondary And Primary School)	Arror	2,500,000
226	Resim Water Project	Arror	3,500,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
227	Kipchepchep Dam Water Supply	Chepkorio	2,000,000
228	Samich Water Project	Chepkorio	2,000,000
229	Kapkia Water Project [Pipe Line]	Cherangany/Ch ebororwa	600,000
230	Kapkures Water Project [Pipe Line & Intake]	Cherangany/Ch ebororwa	1,000,000
231	Keu Water Project	Emsoo	500,000
232	Kakiptul Water Project	Endoo	3,300,000
233	Chepketeretwater Project	Kabiemit	1,600,000
234	Construction Of Water Tank At Kapchepter	Kabiemit	1,600,000
235	Construction Of Borowon Community Water Intake	Kabiemit	1,600,000
236	Purchase Of Pipes And Installation	Kabiemit	3,975,734
337	Construction Of Kameza Water Tank	Kamariny	600,000
338	Construction Of Kaptilit-Muno Water Tank	Kamariny	600,000
239	Construction Of Mti Moja Water Tank-Katalel	Kamariny	600,000
240	Singore Water Projects	Kapchemutwa	500,000
241	Desilting Of Kapkessum Dam	Kapchemutwa	500,000
242	Kapkatui Water Project	Kapchemutwa	500,000
243	Kapkessum Water Extension	Kapchemutwa	1,700,000
244	Koiboben Water Project	Kapsowar	300,000
245	Kapchumari Water Project	Lelan	2,500,000
246	Tumeyo Water Project	Metkei	423,490

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
247	Ainabyat Wate Project	Metkei	900,000
248	Kamasia Water Project	Metkei	900,000
249	Kiptengwer Water Project	Metkei	1,900,000
250	Luguget Sec School Water Project	Sambirir	2,672,786
251	Embosos- Kilangata Water Project	Sambirir	3,400,000
252	Ratia Primary School Water Project	Sambirir	2,000,000
253	Purchase Of Pipes	Sengwer	600,000
254	Epkee Water Project	Soy North	500,000
255	Kewanei Water Project	Soy North	500,000
256	Cheimen Water Project	Soy North	1,000,000
257	Construction Of Kimiloi Water Tank	Soy South	1,500,000
258	Turach Water Project	Soy South	2,033,181
259	Completion Of Water Projects	Tambach	1,500,000
250	Talal Water Project	Kabiemit	1,693,190
251	Itwasco Extensions	Kamariny	7,853,280
252	Kipkoboi-Kaptabok Sec.Sch Water Project	Kapsowar	144,480
253	Chemwon-Katipyemit Water Project	Kapsowar	855,194
254	Cheptingei(Purchase Of Pipes)	Moiben Kuserwo	193,635
255	Chemunada Water Project	Moiben Kuserwo	2,690,280
256	Rogor Water Project	Sengwer	1,008,030
257	Chepsigot-Kaptubei Water Project	Soy North	2,042,940

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
258	Tumeiyo Water Project	Soysouth	659,300
259	Construction Turach Intake	Soysouth	1,180,000
	Roads And Public Works		
260	Urban Roads Maintanance	Chepkorio	1,000,000
261	Culvert Installation	Chepkorio	1,480,267
262	Grading Of Flax Ifc-Kabitoi-Checktrain Rd	Chepkorio	1,800,000
263	Road Survey And Designs	County	750,000
264	Grading Of Kisimai -Kapsilong Road	Embobut/Embolot	1,500,000
265	Grading Of Kewapsui Road	Kabiemit	500,000
266	Kapchebutuk / Simotwo Road Maintanance	Kabiemit	1,500,000
267	Maintanance Of Tabagon – Leketet Road	Kapchemutwa	300,000
268	Maintanance Of Iten-- Sergoit Road Opening	Kapchemutwa	500,000
270	Maintanance Of Kabaringo – Mtimoja – Dfo's Office	Kapchemutwa	1,000,000
271	Chororget –Kapkenda Road Opening	Kaptarakwa	1,000,000
272	Kaptarakwa – Kaptagat Road Opening	Kaptarakwa	2,000,000
273	Murramming Of Chepsamo – Sevenup –Chororget, Torop – Charma, Torok – Chebior And Chemwabul- Kapkee Roads	Kaptarakwa	3,105,418
274	Maintanance Of Kapchoge–Kararia Road	Kapyego	1,000,000
275	Maintanance Of Kokwo Kibor – Kamelei Roads	Kapyego	1,000,000
276	Maintanance Of Kapchelaga	Kapyego	1,000,000
277	Maintanance Of Emkew-Yemit Road	Moiben Kuserwo	200,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
278	Maintanace Of Tolil-Cheringishe	Moiben Kuserwo	300,000
279	Maintanace Of Water Treatment- Kipshabatai	Moiben Kuserwo	300,000
280	Maintanace Of Emkew-Kapserbet	Moiben Kuserwo	300,000
281	Grading Of Kaplenge –Chepsirgen	Moiben Kuserwo	1,500,000
282	Maintanace Of Cheptulon – Chesingei- Yemit	Moiben Kuserwo	1,500,000
283	Grading Of Niwiya Foot Bridge	Sambirir	1,000,000
284	Grading Of Maina-Chenworor-Top Centre Road	Sambirir	1,038,862
285	Grading Of Tirber-Kirol Road	Sambirir	2,000,000
286	Maintanance Of Other Ward Roads	Sengwer	678,839
287	Chesubet Primary-Kalbul-Kapkanyar Pry	Sengwer	2,000,000
288	Grading Of Grading Of Toror – Korober Road	Soy North	1,000,000
289	Grading Of Emsea – Kabarku Road	Soy North	1,500,000
290	Grading Of Muskut – Simit – Chororget – Changachbarak Road	Soy North	2,000,000
291	Culverts Installation	Soy South	500,000
292	Roads Maintenance Setano	Soy South	600,000
293	Culvert Installation Kamoi-Kipsoiyo Road	Sengwer	550,000
294	Maintenance Of Nyawa Dip-Kimining Kewapsos-Kessup Road	Tambach	534,883
295	Culvert Installation At Chebilil Junction –Biwott & Liter- Borowa Road	Endo	571,000
296	Provision Of Murram For Kaptarakwa Ward	Kaptarakwa	174,000
297	Repair Of Nerkwwo Footbridge	Moiben/Kuserwo	297,000
298	Maitenance Of Kapsowar Town Roads And Its Environs	Kapsowar	500,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
299	Maintenance Of Kapcherop- Kamoi Road	Sengwer	567,870
300	Maitanance Of Chebara-Chebara Secondary	Moiben/Kuserwo	2,800,000
301	Maintanance Of Sangach-Kerio River Road	Endo	1,898,200
	Trade And Tourism		
302	Construction Of Public Toilets Kapcherop	Sengwer	1,500,000
303	Construction Of Segut Market Center Stalls	Kapyego	150,000
304	Construction Of Tangul Market Center Stalls	Kapyego	150,000
305	Construction Of Market Stalls At Flax	Chepkorio	200,000
306	Construction Of Motorbike Shade	Cherangany/Ch ebororwa	200,000
307	Supply Of Hatchery Machine	Metkei	200,000
308	Establishment Of Coffee Nurseries	Soy South	220,000
309	Maintanance Of Kapchore Caves	Chepkorio	250,000
310	Construction Of Toilets Iten Town	Kapchemutwa	300,000
311	Construction Of Public Toilet	Metkei	300,000
312	Installation Of Street Lighting Kamwosor	Metkei	300,000
313	Installation Of Street Lights	Moiben Kuserwo	300,000
314	Construction Of Shoe Shiners Shades	Moiben Kuserwo	300,000
315	Installation Of Street Lighting Chesoi	Sambirir	300,000
316	Construction Of Market Stalls At Chesoi.	Sambirir	350,000
317	Development Of Chebororwa Trading Market [Landscaping/Planning]	Cherangany/Ch ebororwa	400,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
318	Construction Of Latrine At Kapkayao	Soy South	400,000
319	Kimwarer Market Development	Soy South	440,000
319	Installation Of Street Light	Tambach	450,000
320	Installation Of Street Light	Chepkorio	459,969
321	Construction Of Kapchemutwa Market Stalls	Kapchemutwa	500,000
322	Construction Of Shoe Shiners Shades At Iten	Kapchemutwa	500,000
323	Construction Of Kapyego Market Stalls	Kapyego	550,000
324	Construction Of Nyaru Public Toilet	Chepkorio	555,278
325	Construction Of Public Toilets	Moiben Kuserwo	597,467
326	Establishment Of Market Stalls(Kapkayo)	Soy South	657,804
327	Construction Of A New Market At Ward Head Quarters	Kabiemit	740,000
328	Installation Of Street Lighting To Centres Chebai,Tenden And Kiningi	Cherangany/Ch ebororwa	750,000
329	Construction Of Market Stalls	Moiben Kuserwo	750,000
330	Installation Of Kapsowar Street Lights	Kapsowar	900,000
331	Construction Of Public Toilets	Kamariny	909,741
332	Street Lights At Lemeiwo, Sitat, Wewo, Mungwa, Marichor And Moror	Embobut/Embol ot	1,000,000
333	Maintanance Ofkorou Cliff Tourist Site	Embobut/Embol ot	1,000,000
334	Installation Of Street Lights-Kamariny	Kamariny	1,000,000
335	Installation Of Terikmoi,Kosubwa,Matira And Sinon) Street Lights	Kapsowar	1,100,000

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
336	Construction Of Motorbike Shades	Lelan	300,000
337	Installation Of Street Lighting	Lelan	601,457
338	Construction Of Motor Bike Shades	Kaptarakwa	450,000
339	Installation Of Street Lighting	Kaptarakwa	450,000
340	Establishment Of Open Market-Salaba	Emsoo	500,000
341	Installation Of Street Lighting- Kilos & Additional Street Lights At Arror Centre	Arror	600,000
342	Construction Of Market Stalls At Koitilial And Chepkum	Arror	600,000
343	Installation Of Street Lights	Emsoo	600,000
344	Installation Of Street Lighting	Endoo	600,000
345	Construction Of Market Stalls Endo	Endoo	900,000
346	Construction Of Motorbike Shades	Sambirir	150,000
347	Planting Of Coffee Seedling At Ketigoi	Kabiemit	100,000
348	Construction Of Solar Street Light At Atlas,Kabiemit Market,Timor,Cheboen Centre And Sawaa Junction	Kabiemit	600,000
349	Support The Coffee Cooperative Society	County	500,000
350	Cooperatives Building Rehabilitation	County	500,000
351	Fencing Of Anin Fcs Coffee Nursery	Tambach	97,875
352	Fencing Of Kapcherop Tree Nursery	Sengwer	79,600
355	Construction Of Market Stalls In Kakimiti,Wewo And Embobut	Embobut/Embolot	272,900
356	Supply And Delivery Of Tomato Seeds –Riograde	All Wards	292,500
357	Installation Of Solar Powered Lights For Lot 7	Endoo	213,634
	Youth And Sports		

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
358	Levelling Of Boroon Sports Field	Lelan	400,000
359	Levelling Of Sports Fields Levelling	Lelan	650,000
360	Sports Field Grading Kamariny	Kamariny	550,000
361	Sports Field Grading Kamariny	Kamariny	550,000
362	Kipsinot Field –Grading	Kapsowar	800,000
363	Lawich Field -Grading	Kapsowar	800,000
364	Grading Of Koitugum Sports Field	Cherangany/Ch ebororwa	1,000,000
	Ict And Public Service		
365	Construction Of Ict Center At Hz	Kabiemit	1,700,000
366	Construction Of Endo Ward Office	Endoo	1,800,000
367	Construction Of Kimwarer/Kocholwo Social Hall	Soy South	2,000,000
368	Completion Of Social Hall	Arror	1,000,000
369	Construction Of Koitugum Ict Centre	Cherangany/Ch ebororwa	1,000,000
370	Construction Of Kapsowar Ict Centre	Kapsowar	1,000,000
371	Construction Of Ward Office	Kapyego	1,000,000
372	Construction Of Sub County Offices	County	10,000,000
373	Construction Of Ward Office Kapchemutwa	Kapchemutwa	1,651,670
374	Construction Of Ward Office Tambach	Tambach	428,300
375	Construction Of Social Hall Arror	Arror	418,760
376	Construction Of Ward Office Arror	Arror	364,930

Serial Number	Description of the Project	Location	Estimated/Budgeted Value Of The Project
377	Construction Of Ward Office Embobut	Embobut/Embolot	1,710,155
378	Construction Of Ward Office Kapyego	Kapyego	1,745,027
	Total		290,875,328
	No. Of Projects		378

It is clear that the County Executive did not implement 378 projects worth Kshs.290,875,328 during the year under audit due to improper budgeting and hence value for money for the county could not be achieved and this may hamper better service delivery to the people of Elgeyo Marakwet due to non-implementation of projects in spite the Executive having cash balance of Kshs.733,643,455 as at 30 June 2017.

3.0 Revenue Analysis

During the financial year 2016/2017, the County Executive had budgeted to collect total revenue of Kshs.160,021,113 from internally generated revenue out of which only Kshs.97,323,973 was collected thereby resulting in a shortfall of Kshs.62,697,140 (61%). The County Executive did not achieve its revenue target and this may impact negatively on the service delivery to the residents of Elgeyo Marakwet County.

4.0 Compensation of Employees

4.1 Compensation of Employees Ratio

The statement of receipts and payments for the year ended 30 June 2017 reflects compensation of employees figure of Kshs.1,786,331,042 which is 47% of the total revenue of Kshs.3,823,457,533 thereby exceeding the recommended percentage of 35% stipulated in Section 25(1b) of the Public Finance Management (County Government) Regulations 2015.

The County Executive is therefore in breach of the law.

4.2 Failure to Observe One Third Rule in Staff Establishment

A review of personnel records during the year under review revealed that during the financial year 2016/2017 the County Public Service Board recruited four hundred and fourteen (414) employees. However, out of the 414 recruited staff, four hundred thirteen (413) were from one dominant ethnic community contrary to Section 65(1)(e) of the County Government Act, 2012 which require that the Public Service Board when selecting employees to employ should consider the need to ensure that at least 30% of the vacant positions at the entry level are filled by candidates who are from the dominant ethnic candidates.

Consequently, the County Executive is therefore in breach of the County Government Act, 2012 on establishment of staff as a means promoting national unity.

4.3 Lack of Approved Staff Establishment

As reported previously, the County executive does not have an approved personnel establishment that indicates the number of employees required in each category and therefore it is not possible to ascertain the optimum number of employees required. This is contrary to section 59(1) (g) of the County Government Act,2012 which stipulates that the function of the County Public Service Board includes among others the role to facilitate the development of a coherent, intergraded human resource planning and budgeting of personnel emoluments in counties. Hence in the absence of personnel establishment, the County Executive may not be able to determine the optimum size of the establishment to discharge services to the residents' of Elgeyo Marakwet.

5.0 IT Internal Control Environment

A review of the Information and Communication Technology (ICT) of the County Executive of Elgeyo Marakwet revealed that the County lacked a formally approved ICT Policy.

Consequently, there is risk that organizational objectives may not be achieved and also it may not be possible to maximize the utilization of the IT resources.

Responsibilities of Management and those charged with Governance for the Financial Statements

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 such 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.

In preparing the financial statements, management is responsible for assessing the County Executive's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the management either intends to cease operations, or have no realistic alternative but to do so.

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

Those charged with governance are responsible for overseeing the County Executive financial reporting process.

Auditor-General's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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



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

Nairobi

23 April 2018