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REPORT

OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – SAMBURU NORTH
CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2023**



OFFICE OF THE AUDITOR GENERAL
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**SAMBURU NORTH CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023**

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

FUND ACCOUNT MANAGER
SAMBURU NORTH CONSTITUENCY
CONSTITUENCIES DEVELOPMENT FUND
P. O. Box 1027- 60300, ISIOLO

***Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

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***Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
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1. Acronyms and Abbreviations

Provide a list of all applicable acronyms and abbreviation e.g.

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-project management committee

FY-Financial Year

2. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

The mandate of the Fund as derived from sec (3) of NG-CDF Act, 2015 is to:

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

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- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

To provide leadership and policy direction for effective and efficient management of the Fund

Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

Functions of NG-CDF Committee

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The Samburu North Constituency NGCDF day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)
- ii. National Government Constituency Development Fund Committee (NGCDFC)

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(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Simon kipaika
2.	Sub-County Accountant	Stanley mutai
3.	Chairman NGCDFC	Lawrence letitiya
4.	Member NGCDFC	Benard lesurmat

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Samburu north Constituency NGCDF. The reports and recommendation of ARMC when adopted by the NGCDF Board are forwarded to the Constituency Committee for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) Samburu north Constituency NGCDF Headquarters

P.O. Box 47-20600
Baragoi kenya

(f) Samburu North Constituency NGCDF Contacts

Telephone: (254) 7213533349
E-mail: cdfsamburunorth@cdf.go.ke
Website: www.samburunorth.go.ke

(g) Samburu North Constituency NGCDF Bankers

KCB bank ltd
A/C 1143133196
Maralal branch

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(h) Independent Auditors

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

(i) Principal Legal Adviser

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

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3. NG-CDFC Chairman's Report



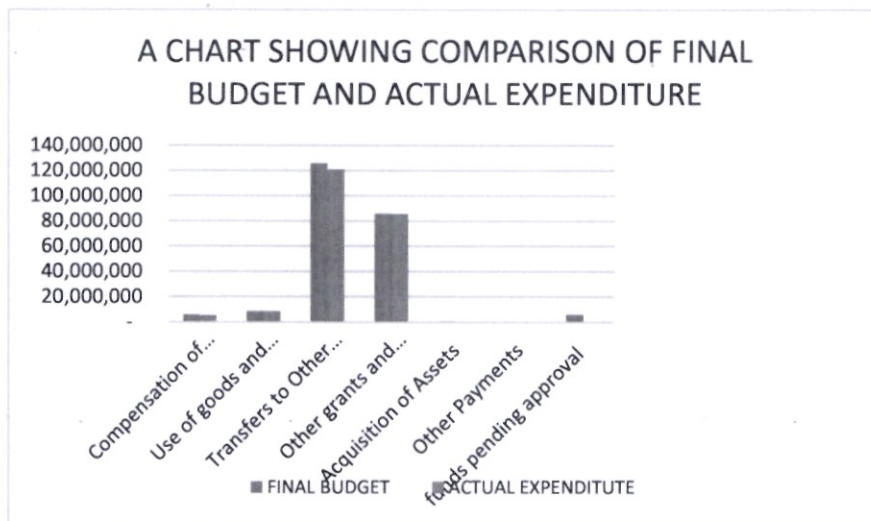
MR. LAWRENCE LETTIYA

On behalf of NG-CDFC, I am pleased to present annual reports and financial statements for the final year 2022/2023. Our total final budget for the year was kshs 164,452,794 against actual receipts of kshs 93,290,620 resulting to a difference of kshs 70,960,174 which represent unfunded amount from NGCDF Board and previous year opening balance. Our total absorption for the year was a commendable kshs 89,545,591 which represent a 56.9%. The funds remaining not yet absorbed of Ksh 3,947,029 as at end of the financial year shall be utilized in the subsequent financial year.

A summary of final budget and actual expenditure based on expenditure items are shown in the table and chart below:

ITEMS	FINAL BUDGET	ACTUAL EXPENDITURE
Compensation of Employees	5,610,544	3,598,740
Use of goods and services	5,679,412	2,630,191
Transfers to Other Government Units	80,000,000	27,680,000
Other grants and transfers	64,116,035	50,501,616
Acquisition of Assets	2,007,342	1,530,294
Other Payments	3,700,00	714240
funds pending approval	3,002,000	-

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During the financial year as shown by the table and chart above shows that there was a little difference between final budget and actual expenditure. this is explain by unreleased funds from cdf board during the year.

The office has undertaken some of the major project, undertaken during the year includes in secondary schools and primary schools which have been completed and others ongoing in the financial year. some of pictorials are shown below:



Marti mix sec school girls dormitory

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Emerging issues

Student enrolment increase -There is need for the increased development in schools' infrastructure as a result of increasing student population so as to facilitate good working environment that will hence reduce congestion among the learners'.

Challenges

a) **Lack of technical personnel**- the pace of constructing new building is affected by lack of personnel eg masons, plumbers and electricians within the constituency.

However, the challenge has been met by using the personnel in the ministry of roads and public works in Samburu County:

b) **High cost of construction materials**-the cost of materials is very high in the constituency due to rugged terrain roads. However, the office has continued to engage county government to open up roads so as to facilitate easy transportation of construction materials.



MR. LAWRENCE LETTIYA

CHAIRMAN NGCDF COMMITTEE

Samburu North Constituency
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4. Statement Of Performance Against Predetermined Objectives for FY2022/23

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of *Samburu North Constituency 2022-2027* plan are to:

- i) Improving infrastructural development in all public education institutions within the constituency
- ii) Increase retention and aim at 100% transition rate of both secondary and tertiary education in the constituency.
- iii) Promote security in the constituency through infrastructural development enable a serene environment for development.
- iv) Promote youth talents and skills through sporting activities in the constituency and
- v) Promotion of environmental conservation and sustainability through planting of trees, water harvesting and enhancing waste management in the constituency.

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	-number of usable physical infrastructure build in primary, secondary, and tertiary institutions -number of bursary beneficiaries at all levels	In FY 22/23 Number of classrooms built were 50, Number of classrooms renovated were 4, ,Number of dinning halls built were 1,Number of administration blocks built were 2, ,number of main gate/fencing were 2, - Bursary beneficiaries at all levels were as indicated below; Secondary school 3,400 were partially sponsored and 2,300 students

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				were partially sponsored in colleges and universities while 4 students were partially sponsored in special schools
Security	To improve security in the constituency	Improved working environment for the chiefs/assistant chiefs, security personnel	-number of chief's offices built -number of staff houses built for the security personnel	In 2022/2023 financial year, 2 security facilities were built
Sports	To improve sports in the constituency	Increased number of sports groups engaged in sports	-Number of teams participating in sports tournament	During 2022/2023 financial year, sports funds was fully utilised
Environment	To improve environmental conservation in primary and secondary schools	Increased number of schools engaged in environmental conservation by tree planting and roof harvesting of drinking water	-Number of schools participating in environmental conservation	During 2022/2023 financial year, all projects under environment were not implemented given fund were not released at end of year.
Disaster Management	To improve safety of learners in learning institutions in the constituency	Reduction of incidences of lightning strikes in schools	-number of schools which have installed lightning arresters	During 2022/2023, schools were encouraged to install lightning arresters-2 schools installed

5. Statement of governance

4.1 Appointment of NGCDF Members

- i. The formation of the NG-CDFC Members is guided by the NG-CDF Act Section 43(1) (2) (3) & (4).
 - a. This procedure shall start upon receipt of the guidelines on formation of NG CDFC from the NG CDF Board,
 - b. The FAM shall write a letter to the DCC and Constituency Office Manager requesting for the nomination of members of the selection panel as per the guidelines and maintain a record confirming receipt
 - c. The DCC shall nominate in writing an officer or his/her representative who will be the chairperson to the NG CDFC selection panel.
 - d. The Constituency Office Manager shall nominate in writing two persons of either gender to be members of the selection panel.
 - e. The chair shall then convene the first selection panel meeting to document criteria for selection of the four members to the NG-CDFC (Male and female adults, male and female youth) and advertise (the applicants shall be given two weeks to submit their applications).
 - f. The FAM shall then write to the Constituency Office Manager requesting for the nomination of two persons of either gender as per the guidelines issued by the NG-CDF Board to be members of the NG-CDFC maintain a record confirming receipt
 - g. The Constituency Office Manager shall then nominate in writing the two members to the NG-CDFC.
 - h. The FAM shall write to a registered group representing people with disabilities in the constituency as per the guidelines as issued by the NG-CDF Board requesting for nomination of one person with disability to sit in the NG-CDF committee and maintain a record confirming receipt
 - i. The PWD organization shall nominate in writing a member to the NG-CDFC.
 - j. Applications are received at the NG-CDF office and recorded in the application register.
 - k. Within one week after the closure of the advertisement, the Selection panel shall convene to shortlist the suitable candidates as per the criteria in the advert. The successful candidates shall then be called for interviews within seven days.
 - l. The Selection panel shall hold the interviews of the invited candidates and come up with the final list of qualified nominees to the NG-CDFC.
 - m. The FAM shall then submit to the NG-CDF Board the report of the selection panel which includes seven nominees and the Nominee of the Board to the NG-CDFC as per the guidelines within seven days.
 - n. The FAM shall ensure that the timelines set out in the regulations are adhered to during the process of selection and appointment of NGCDF Committees
- ii. The selected members are forwarded to parliament through CEO of the board for purpose of gazettelement
- iii. Upon gazettelement the DCC or the FAM shall for the first meeting where the chairperson and secretary are elected

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4.2 NG-CDF Handing Over Processes

Paragraph 24(1) of the NG-CDF Regulations 2016 states that the officer of the board seconded to the constituency shall preside over the handover from one Constituency committee to another and shall submit a report on the hand over within fourteen days from the date of the hand over.

4.3 Removal of members is as in the act 2015 section 13 ,a,b,c,d,e f and g

‘ A member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- (a) Lack of integrity;
- (b) Gross misconduct;
- (c) Embezzlement of public funds;
- (d) Bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practises;
- (f) Causing disharmony within the committee;
- (g) Physical or mental infirmity.

4.4 Roles and function of the committee

- Build the capacity of PMCs and sensitise the community on operations of the fund
- Consider project proposals from all wards in the constituency
- Ensure that all proposed projects that are approved for funding meet the sec 24 of the Act
- Consult with relevant line ministries in the implementing the projects
- Ensure adequate funding of the proposed projects
- Ensure project reports are prepared and forwarded to the board
- Submit financial reports to the board within stipulated time

4.5 Induction and Training

The committee on being inaugurated are taken for induction by the Board and subsequent training are done the constituency as per there training plan

4.6 Meetings

The committee is to have a maximum of 24 meetings and a minimum of 12 in a financial year as per the 2015 Act

The committee members declare conflict of interest in any matter as the procurement and disposal Act by a standard form at the time of the matter

The committee members are remunerated from the fund at Kshs 5,000 for members and 7000 for the chairman.

4.7 Ethics and Conduct

The Anticorruption sub committee was formed on the first meeting and members have been trained on the same, the conduct of members is also the act as some of the reasons for removing a member from the committee

4.8 Risk Management

Risk management is a tool by the board to gauge on the risks that the constituency goes though which is attested on monthly basis by the staff. The report is discussed at the meeting by the committee

6. Environmental and Sustainability Reporting

Samburu North NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

To ensure sustainability of Samburu North NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Samburu North NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.
- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken

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2. Environmental performance

NG-CDF Samburu North has identified four areas in which we as an office have direct or indirect environmental impact, and where we can implement initiatives to manage and reduce these impacts.

These four areas together with our approach and targets for each are shown below:

Impact Area	Approach
Capacity Building	<ul style="list-style-type: none"> • Promote environmental awareness by sensitizing the NG-CDF Samburu North CDFC, NG-CDFC staff and PMCs on good conservation practices • To encourage, through regular communication to NG-CDF Samburu North CDFC, staff, and other stakeholders changes in individual behaviour to reduce usage
Conservation of Energy and Resources	<ul style="list-style-type: none"> • To maximize use of available technologies to remove the need to use paper • To encourage our clients to engage with us using electronic means where possible • To maximize on rain water harvesting • To make energy efficiency a key factor in the selection of any new energy device being purchased • To invest in available energy saving technologies and devices within our existing premises
Environmental Protection and Conservation	<ul style="list-style-type: none"> • To promote use of volt guards to control power surges • We have constructed culverts and gabions to prevent soil erosion • To encourage tree planting in the constituency to improve the forest cover. • To promote purchase and installation of fire extinguishers

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	to aid in extinguishing and controlling fires
Pollution Control and Waste Management	<ul style="list-style-type: none"> • To ensure that all paper waste is recycled • To ensure segregation of waste • To ensure proper human waste disposal through construction of pit latrines, septic and soak pit tanks

3. Employee welfare

We invest in providing the best working environment for our employees. Samburu North constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Samburu North constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues. Samburu North constituency also has bursary programs aligned to the NG-CDF Act for employees seeking to further their education or advance themselves through formal programs relating to their current or prospective jobs. The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

Samburu North NGCDF Constituency is committed to fair and ethical market practises. The Procurement of goods and services is done through a transparent and competitive bidding process that allows equal opportunities to all participants. We support local vendors drawn from the constituency for purposes of uplifting them economically. Our ethical market practises ensure the fund get value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to the procurement legal framework and ethical subject matters. We are dedicated to honouring all contracts and settling payments promptly.

NGCDF has put in efforts to ensure:

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- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption
- b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interests

5. Community Engagements-

Samburu North NGCDF has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. We have also engaged the community through sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act.

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.

Samburu NorthNG-CDF have continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.


Name

FAM

7. Statement of Management Responsibilities

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF-Samburu north Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

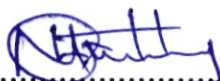
The Accounting Officer in charge of the NGCDF-Samburu north Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Samburu north Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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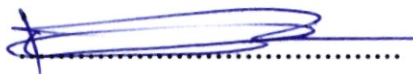
The Accounting Officer in charge of the NGCDF Samburu north Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency*'s financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Samburu north Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.



Name: Laurence Kariyo
Chairman – NGCDF Committee



Name: Simon Kipanga
Fund Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SAMBURU NORTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund- Samburu North Constituency set out on pages 1 to 40, which comprise of the statement of financial assets and liabilities as at 30 June, 2023

Report of the Auditor-General on National Government Constituencies Development Fund - Samburu North Constituency for the year ended 30 June, 2023

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund- Samburu North Constituency as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 (Amended 2022) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in Cash and Cash Equivalent

The statement of assets and liabilities reflects bank balance of Kshs.3,947,029 as disclosed in Note 12A to the financial statements. Review of the bank reconciliation statement for 30 June, 2023 revealed un-presented cheques amounting to Kshs.28,602,270. Further, the amount includes stale cheques totalling Kshs.1,582,900 which had not been reversed in the cash book as at 30 June, 2023.

In the circumstances, the accuracy and completeness of the bank balance of Kshs.3,947,029 could not be confirmed.

2. Unsupported Project Management Committee Bank Balances

Note 19.4 to the financial statements and as detailed in Annex 5 reflects Project Management Committee (PMC) bank account balances of Kshs.24,500,000. However, the bank reconciliation statements, cash books and bank confirmation certificates were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balances of Kshs.24,500,000 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund- Samburu North Constituency Management in accordance with ISSAI 130 on the 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.

Emphasis of Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.164,452,794 and Kshs.93,492,620, respectively, resulting to an under-funding of Kshs.70,960,174 or approximately 43% of the budget. However, the Fund spent Kshs.89,545,591 against actual receipts of Kshs.93,492,620 resulting to an under-utilization of Kshs.3,745,029.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

2. Late Transfers from the NG-CDF Board

The statement of receipts and payments and as disclosed in Note 1 to the financial statements reflects transfers from the National Government Constituencies Development Fund Board amounting to Kshs.87,000,000. Included in this balance is Kshs.33,000,000 or 38% of the transfers from the National Government Constituencies Development Fund board and which were received in July 2023. Late disbursement of monies by the NG-CDF board impacted negatively on service delivery to the citizens.

My opinion is not modified in respect of these matters.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Although Management has indicated that the issues have been resolved, the matters have remained unresolved as the relevant parliamentary committee has not met to deliberate on the same.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that nothing else

has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Incomplete Projects

During the year under review, physical inspection of projects carried out in the month of February, 2024 four (4) projects were implemented at a budget cost of Kshs.9,650,000 which included, Morijo Primary School, Nachola Primary School, Pyiro Girls Secondary School and Morijo Mix Secondary School with allocations of Kshs. 2,500,000 Kshs.2,700,000, Kshs.950,000 and Kshs.3,500,000 respectively for construction of a dormitory, administration block, project of a dormitory and finishing and external works respectively. However, physical inspection carried out in the month of February, 2024 reviewed that the works were not complete.

In the circumstances, value for money and benefits to be derived from the expenditure of Kshs.9,650,000 could not be confirmed.

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

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material

misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to terminate the Fund or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in

Report of the Auditor-General on National Government Constituencies Development Fund - Samburu North Constituency for the year ended 30 June, 2023

accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.


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

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

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

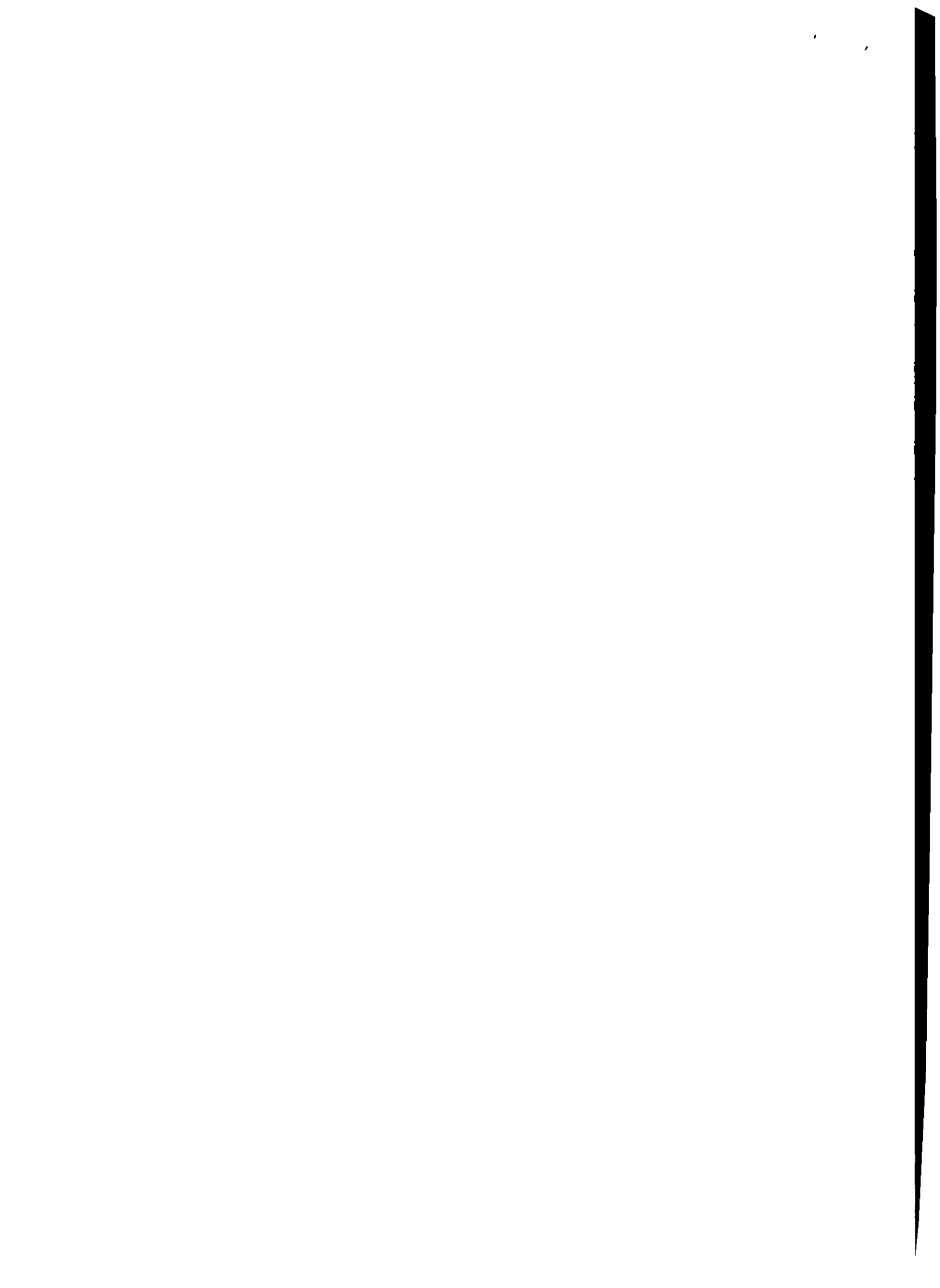
I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

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 Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 May, 2024



Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

9. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	87,000,000	184,677,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	202,000	-
TOTAL RECEIPTS		87,202,000	184,677,758
PAYMENTS			
Compensation of employees	4	3,598,740	5,073,982
Committee expenses	5	2,890,510	3,197,490
Use of goods and services	6	2,630,191	5,224,104
Transfers to Other Government Units	7	27,680,000	120,761,647
Other grants and transfers	8	50,501,616	85,480,444
Acquisition of Assets	9	1,530,294	212,164
Oversight Committee Expenses	10	714,240	
Other Payments	11	-	-
TOTAL PAYMENTS		89,545,591	219,949,831
SURPLUS/DEFICIT		(2,343,591)	(35,272,073)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 13th September, 2023 and signed by:



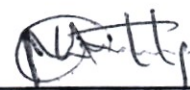
Fund Account Manager

Name: Simon dipaine



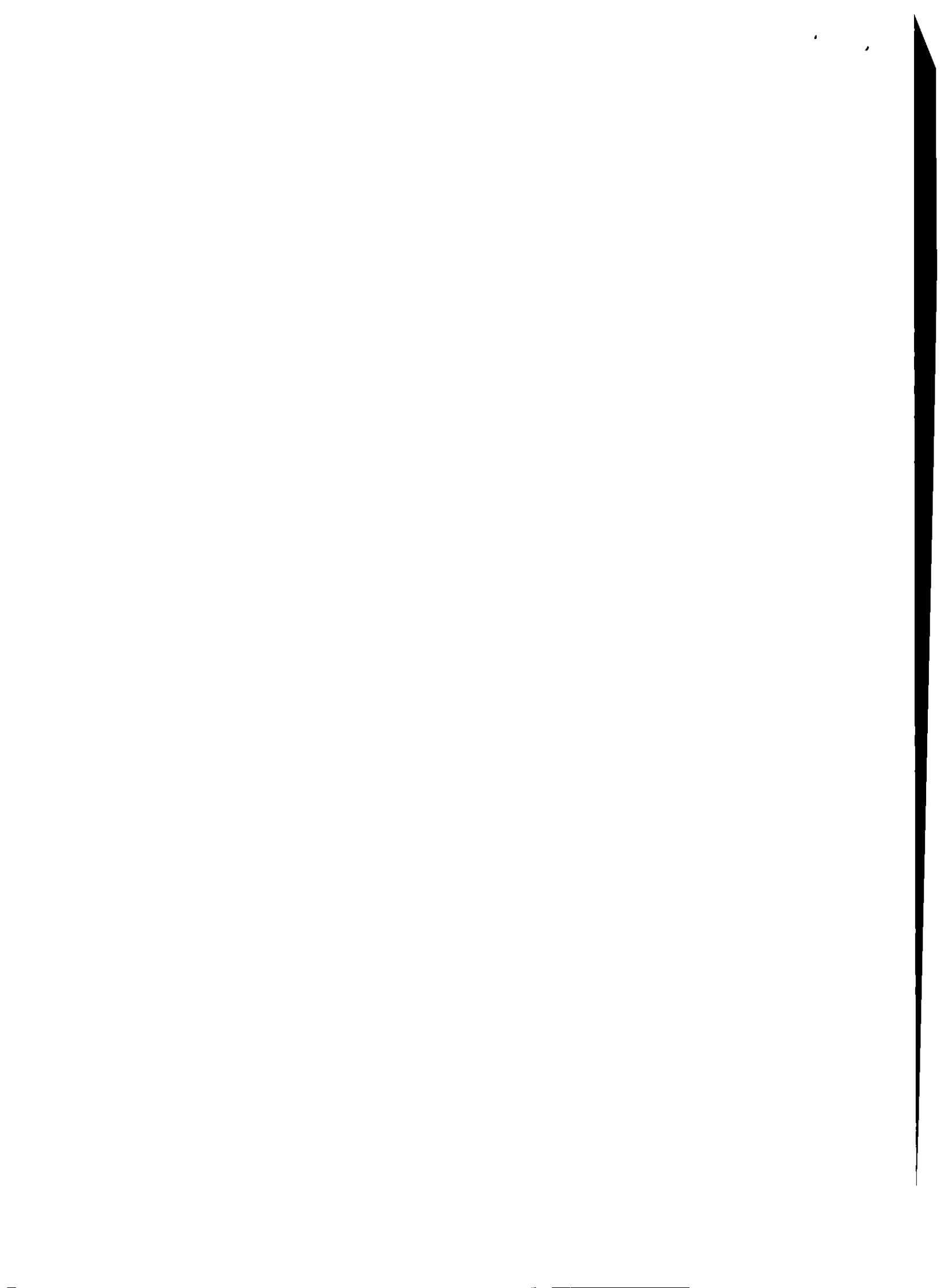
National Sub-County
Accountant

Name: STANLEY MURRAY
ICPAK M/No: 11937



Chairman NG-CDF Committee

Name: Lawrence
Lakye



**Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

10. Statement Of Assets and Liabilities As At 30th June, 2023

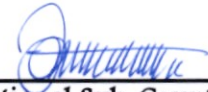
	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	3,947,029	6,290,620
Cash Balances (cash at hand)	12B		-
Total Cash and Cash Equivalents		3,947,029	6,290,620
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		3,947,029	6,290,620
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL ASSETS		3,947,029	6,290,620
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	6,290,620	41,562,693
Prior year adjustments	16	-	
Surplus/Deficit for the year		(2,343,591)	(35,272,073)
NET FINANCIAL POSITION		3,947,029	6,290,620

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

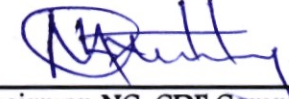
The Constituency financial statements were approved by NG CDFC on 13th September , 2023 and signed by:


Fund Account Manager

Name: Simon Kapwala


National Sub-County
Accountant

Name: Stanley MUSAJI
ICPAK M/No: 11932


Chairman NG-CDF Committee

Name: Lawrence
Herige

Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

11. Statement Of Cash Flows for The Year Ended 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	87,000,000	184,677,758
Other Receipts	3	202,000	-
		87,202,000	184,677,758
Payments for operating activities			
Compensation of Employees	4	3,598,740	5,073,982
Committee expenses	5	2,890,510	3,197,490
Use of goods and services	6	2,630,191	5,224,104
Transfers to Other Government Units	7	27,680,000	120,761,647
Other grants and transfers	8	50,501,616	85,480,444
Oversight Committee Expenses	10	714,240	
Other Payments	11	-	-
		88,015,297	219,737,667
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		(813,297)	(35,059,909)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(1,530,294)	(212,164)
Net cash flows from Investing Activities		(1,530,294)	(212,164)
NET INCREASE IN CASH AND CASH EQUIVALENT			
		(2,343,591)	(35,272,073)
Cash and cash equivalent at BEGINNING of the year	12	6,290,620	41,562,693
Cash and cash equivalent at END of the year		3,947,029	6,290,620

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on 13th September, 2023 and signed by:



Fund Account Manager

Name: Simon Wanjiku



National Sub-County
Accountant

Name: Stanley Muriuki
ICPAK M/No: 16432



Chairman NG-CDF Committee

Name: Lawrence Wanjiku

Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

12. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	151,960,174	6,290,620	6,000,000	164,250,794	93,290,620	70,960,174	56.8%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts		202,000		202,000	202,000	-	100.0%
TOTAL RECEIPTS	151,960,174	6,492,620	6,000,000	164,452,794	93,492,620	70,960,174	56.9%
PAYMENTS							
Compensation of Employees	4,977,448	633,096		5,610,544	3,598,740	2,011,804	64.1%
Committee expenses	3,137,460			3,137,460	2,890,510	246,950	92.1%
Use of goods and services	5,561,507	117,906		5,679,413	2,630,191	3,049,222	46.3%
Transfers to Other Government Units	69,150,000	4,850,000	6,000,000	80,000,000	27,680,000	52,320,000	34.6%
Other grants and transfers	64,036,190	79,845		64,116,035	50,501,616	13,614,419	78.8%
Acquisition of Assets	1,397,569	609,773		2,007,342	1,530,294	477,048	76.2%
Oversight Committee Expenses	1,500,000	0		1,500,000	714,240	785,760	47.6%
Other Payments	2,200,000			2,200,000	-	2,200,000	0.0%
unapproved funds		202,000		202,000	-	202,000	
TOTAL	151,960,174	6,492,620	6,000,000	164,452,794	89,545,591	74,907,203	54.5%

- i) There was underutilization of employee compensation percentage of 64.1% due to accrued employees salaries
- ii) There was underutilization of use of goods and services a percentage of 46.3% due to delay in disbursement from Ngcdf board
- iii) There was underutilization of other grants and transfers a percentage of 78.8% due to delay in disbursement from cdf board




Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

- iv) There was underutilization of transfer to other government entities, a percentage of 34.6% due to delay in disbursement from cdf board
- v) There was underutilization of acquisition of assets a percentage of 76.2% due to delay in disbursement from cdf board
- vi) There was underutilization of oversight committee expenses a percentage of 47.6% due to delay in disbursement from cdf board

Nb: the changes resulted from original to final budget budget is due unfunded projects from the last financial year

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	74,907,203
Less undisbursed funds receivable from the Board as at 30th June 2023	70,960,174
	3,947,029
Add Accounts payable	
Less Accounts Receivable	
Add/Less Prior Year Adjustments	
Cash and Cash Equivalents at the end of the FY 2022/2023	3,947,029

The Constituency financial statements were approved by NG CDFC on 13th September, 2023 and signed by:

		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: <i>Simon Kiprotich</i>	Name: <i>Stanley Muriuki</i> ICPAK M/No: <i>11935</i>	Name: <i>Alfred Kibet</i>

Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

13. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	6/30/2023		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	4,977,448	633,096		5,610,544	3,598,740	2,011,804	64%
1.2 Committee allowances	1,408,000			1,408,000	1,126,000	282,000	80%
1.3 Use of goods and services	2,732,162			2,732,162	383,241	2,348,921	14%
Total	9,117,610	633,096	-	9,750,706	5,107,981	4,642,725	
2.0 Monitoring and evaluation						-	
2.1 Capacity building	1,128,805	13,780		1,142,585	1,142,585	-	
2.2 Committee allowances	1,380,000	51,280		1,431,280	868,875	562,405	
2.3 Use of goods and services	2,050,000	52,846		2,102,846	2,000,000	102,846	
Total	4,558,805	117,906	-	4,676,711	4,011,460	665,251	
3.0 Emergency							
3.1 Primary Schools	7,636,190			7,636,190	3,040,000	4,596,190	
3.2 Secondary schools				-		-	
3.3 Tertiary institutions				-		-	
3.4 Security projects		22,578	-	22,578		22,578	
3.5 Unutilised				-		-	
Total	7,636,190	22,578	-	7,658,768	3,040,000	4,618,768	
4.0 Bursary and Social Security							
4.1 Secondary Schools	33,000,000			33,000,000	33,000,000	-	
4.2 Tertiary Institutions	12,000,000	57,267		12,057,267	12,056,617	650	
4.3 Social Security				-		-	
4.4 Special Needs				-		-	
Total	45,000,000	57,267	-	45,057,267	45,056,617	650	
5.0 Sports							
samburu north sports tournament	2,700,000			2,700,000	485,000	2,215,000	
regional sports tournament	300,000			300,000	250,000	50,000	

Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2022-2023			2022-2023	6/30/2023		
Total	3,000,000			3,000,000	735,000	2,265,000	
6.0 Environment							
lesirkan primary	800,000			800,000		800,000	
opiroi chief office	500,000			500,000		500,000	
Sumuruai primary school	500,000			500,000		500,000	
Total	1,800,000	-	-	1,800,000	-	1,800,000	
7.0 Primary Schools Projects							
morijo primary school	2,500,000			2,500,000		2,500,000	
soit pus primary school	1,500,000			1,500,000		1,500,000	
soit pus primary school	360,000			360,000	360,000	-	
nkorika primary school	1,200,000			1,200,000		1,200,000	
nkorika primary school	360,000			360,000	360,000	-	
murukankai primary school	700,000			700,000	700,000	-	
nalingangor primary school	1,600,000			1,600,000	1,600,000	-	
nalingangor primary school	630,000			630,000		630,000	
nonkeek primary school	1,500,000			1,500,000		1,500,000	
baawa primary school	240,000			240,000	240,000	-	
naimaralal primary school	1,000,000			1,000,000		1,000,000	
loruko primary school	400,000			400,000	400,000	-	
lorrok lolmango primary school	1,500,000			1,500,000	1,500,000	-	
opiroi primary school	1,500,000			1,500,000	1,500,000	-	
Ichakwai primary school	1,000,000			1,000,000		1,000,000	
bendera primary school	1,000,000			1,000,000		1,000,000	
bendera primary school	1,500,000			1,500,000	1,500,000	-	

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2022-2023			2022-2023	6/30/2023		
bendera primary school	400,000			400,000		400,000	
suyan primary school	3,000,000			3,000,000	1,500,000	1,500,000	
masikita primary school	400,000			400,000	400,000	-	
nachola primary school	800,000			800,000	800,000	-	
nachola primary school	1,500,000			1,500,000		1,500,000	
nachola primary school	700,000			700,000	700,000	-	
natiti primary school	1,000,000			1,000,000		1,000,000	
lesirkan primary school	1,520,000			1,520,000	1,520,000	-	
tangar primary school	400,000			400,000	400,000	-	
tangar primary school	200,000			200,000	200,000	-	
illaut primary school	400,000			400,000	400,000	-	
illaut primary school	600,000			600,000		600,000	
arsim primary school	400,000			400,000	400,000	-	
arsim primary school	300,000			300,000	300,000	-	
loikumkum primary school	1,000,000			1,000,000		1,000,000	
urah primary school	1,500,000			1,500,000		1,500,000	
Sumuruai primary school	600,000			600,000	600,000	-	
Sumuruai primary school	400,000			400,000	400,000	-	
Sumuruai primary school	1,500,000		1000,000	2,500,000	1,000,000	1,500,000	
loruko primary school	180,000			180,000		180,000	
lenkima primary school	850,000			850,000	850,000	-	
simale primary school	1,500,000			1,500,000		1,500,000	
loojorin primary school	1,000,000			1,000,000		1,000,000	
loojorin primary	400,000			400,000	400,000	-	

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2022-2023			2022-2023	6/30/2023		
school							
kurungu primary school	400,000			400,000	400,000	-	
tuum primary school	150,000			150,000		150,000	
tuum primary school	400,000			400,000		400,000	
anderi primary school	360,000			360,000		360,000	
lareorok primary school	1,500,000	1,300,000		2,800,000	1,300,000	1,500,000	
soit ngiro primary school	1,500,000			1,500,000		1,500,000	
parkati primary school	400,000			400,000		400,000	
soit ngiro primary school	400,000			400,000	400000	-	
keleswa primary school	400,000	1,300,000		1,700,000	1300000	400,000	
seren primary school	1,500,000			1,500,000		1,500,000	
keno primary school	1,500,000			1,500,000		1,500,000	
latakweny primary school	200,000			200,000		200,000	
lesepen primary school		1,250,000		1,250,000	1250000	-	
				-		-	
				-		-	
Total	47,750,000	3,850,000	1000,000	52,600,000	22,680,000	29,920,000	
8.0 Secondary Schools Projects						-	
Nyiro girls Secondary School	2,800,000			2,800,000		2,800,000	
nyiro boys secondary school	1,500,000			1,500,000		1,500,000	
nalingangor mix secondary school	3,000,000			3,000,000		3,000,000	
baragoi girls secondary school	2,500,000			2,500,000		2,500,000	
nachola mix secondary school	1,500,000			1,500,000	1,500,000	-	
Marti mixed secondary school	1,000,000			1,000,000		1,000,000	

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2022-2023			2022-2023	6/30/2023		
Marti Mixed Day Secondary School	200,000			200,000		200,000	
ndoto boys secondary school	2,000,000			2,000,000	1,500,000	500,000	
nyiro girls Secondary School	1,000,000			1,000,000		1,000,000	
morijo mix secondary school	2,000,000			2,000,000	2,000,000	-	
tuum girls secondary school	850,000			850,000		850,000	
illaut sec school	1,000,000			1,000,000		1,000,000	
latakweny mix sec school	1,000,000			1,000,000		1,000,000	
baragoi mix sec			1000,000	1000,000	-	1000,000	
				-		-	
Total	20,350,000	-	1000,000	21,350,000	5,000,000	16,350,000	
9.0 Tertiary institutions Projects				-		-	
samburu north technical training institute	1,050,000		4000,000	5,050,000	-	5,050,000	
Total	1,050,000		4000,000	5,050,000	-	5,050,000	
10.0 Security Projects							
baragoi police post	1,500,000			1,500,000		1,500,000	
south horr police post	1,500,000			1,500,000		1,500,000	
south horr chief office	1,600,000			1,600,000	970000	630,000	
angata nanyoikie chief office	500,000			500,000	500000	-	
opiroi chief office	200,000			200,000	200000	-	
seren chief office	500,000			500,000		500,000	
angata nanyokie chief office	500,000			500,000		500,000	
ngilai chief office	300,000			300,000		300,000	

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	6/30/2023		
Total	6,600,000	-	-	6,600,000	1,670,000	4,930,000	
11.0 Acquisition of assets				-		-	
samburu north ngcdf office	1,397,569	609,773		2,007,342	1,530,293	477,049	
	-		-	-	-	-	
	-		-	-	-	-	
	-		-	-			
Total	1,397,569	609,773	-	2,007,342	1,530,293	477,049	
12.0 Oversight Committee Expenses (itemize)							
daily subsistence allowance	300,000	-	-	300,000	228,000	72,000	
monitoring and evaluation	150,000	-	-	150,000	56,000	94,000	
payment of travel allowance	50,000	-	-	50,000	-	50,000	
hire of training facilities	35,000	-	-	35,000	-	35,000	
payment of catering services	100,000	-	-	100,000	56,400	43,600	
sitting allowances	600,000	-	-	600,000	240,000	360,000	
payment of instructors	25,000	-	-	25,000	-	25,000	
purchase of fuel and lubricant	240,000	-	-	240,000	133,840	106,160	
TOTAL	1,500,000			1,500,000	714,240	785,760	
13.0 Other payments				-		-	
samburu north constituency strategic plan	2,200,000			2,200,000.00		2,200,000.00	
Total	2,200,000	-	-	2,200,000	-	2,200,000	
13.0 unallocated fund							
Unapproved projects		-	6,000,000	6,000,000		-	
AIA		202,000		202,000		-	
PMC savings							
Total			-	-	-	-	
	151,960,174	6,492,620	6,000,000	164,452,794	89,545,591	74,907,203	

14. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits (gratuity and retentions).

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NGCDF-SAMBURU NORTH Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the entity for all the years presented.

a) Recognition of Receipts

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

***Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
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Significant Accounting Policies continued

Transfers from the National Government Constituency Development Fund (NG-CDF)

Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

Proceeds from Sale of Assets

Proceeds from disposal of assets are recognized as and when cash is received in the constituency account.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from sale of tender documents, rent receipts, interest earned on bank balances, hire of Plant/Equipment/Facilities, Unutilized funds from PMCs among others.

Unutilized Funds from PMCs.

All unutilized funds of the Project Management Committee (PMC) are returned to the constituency account. Unutilized funds from PMCs are recognised as other receipts upon return to the constituency account.

External Assistance

External assistance refers to grants and loans received from local, multilateral and bilateral development partners. In the year under review there was no external assistance received.

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

In-kind contributions are donations that are made to the constituency in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the constituency includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

Significant Accounting Policies continued

6. Cash and Cash Eequivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

Significant Accounting Policies continued

9. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the entity at the end of the financial year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

10. Unutilized Fund

Unutilized funds consist of bank balances in the constituency account and funds not yet disbursed by the Board to the constituency at the end of the financial year. These balances are available for use in the subsequent financial year to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(2) of NGCDF Act, 2015

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2022 for the period 1st July 2022 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023

14. Errors

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

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

Samburu North Constituency
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15. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
Normal Allocation	Kshs	Kshs
B105278		33,000,000
B105555		44,000,000
B105925		22,000,000
B128692		5,000,000
B163854		12,000,000
B154139		12,000,000
B15422		18,000,000
B154479		24,088,879
B089090		12,088,879
A895080		2,500,000
B185243	7,000,000	
B185774	21,000,000	
B205592	12,000,000	
B205886	12,000,000	
B206094	5,000,000	
B207648	15,000,000	
B207908	15,000,000	
TOTAL	87,000,000	184,677,758

2. Proceeds From Sale of Assets

	<i>Insert current FY</i>	<i>Insert previous FY</i>
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

Samburu North Constituency
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3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	202,000	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	202,000	-

**Samburu North Constituency
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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,389,489	3,161,864
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	131,635	1,852,518
Employer Contributions Compulsory national social security schemes	77,616	59,600
Total	3,598,740	5,073,982

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	886,000	0
Other committee expenses	2,004,510	3,197,490
TOTAL	2,890,510	3,197,490

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6. Use of Goods and services

Description	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	163,814	174,087
Communication, supplies and services	157,500	195,000
Domestic travel and subsistence	296,200	163,200
Printing, advertising and information supplies & services	182,730	0
Rentals of produced assets		-
Training expenses	10,000	2,493,000
Hospitality supplies and services	435,600	78,850
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	125,821	384,595
Fuel , oil & lubricants	510,240	1,054,322
Other operating expenses		
Bank Charges	50,002	0
Security operations		-
Routine maintenance - vehicles and other transport equipment	698,284	681,050
Routine maintenance- other assets	-	0
TOTAL	2,630,191	5,224,104

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	22,680,000	88,755,647
Transfers To Secondary Schools (See Attached List)	5,000,000	32,006,000
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	27,680,000	120,761,647

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	33,000,000	18,409,324
Bursary – tertiary institutions (see attached list)	12,056,616	35,407,720
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	118,500
Security projects (see attached list)	1,670,000	17,404,000
Sports projects (see attached list)	735,000	4,135,000
Environment projects (see attached list)	-	2,834,400
Emergency projects (see attached list)	3,040,000	7,171,500
Roads projects (see attached list)	-	-
Total	50,501,616	85,480,444

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	1,530,294	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	-	212,164
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets		
Total	1,530,294	212,164

10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Daily substance allowance	228,000	-
Monitoring and evaluation	56,000	-
Payment of catering services	56,400	
Sitting allowances	240,000	
Purchase of fuel and lubricant	133,840	
TOTAL	714,240	-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
TOTAL	-	-

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12. Cash Book Bank Balance

Name of Bank, Account No. & currency	2022-2023	2021-2022
	Kshs (30/6/2023)	Kshs (30/6/2022)
<i>Kenya Commercial Bank, A/C no.1143133196, Branch . (maralal)</i>	3,947,029	6,290,620
<i>Kenya Commercial Bank, A/C no. Branch . (deposit account)</i>	-	-
TOTAL	3,947,029	6,290,620
12B: CASH IN HAND)		
	2022-2023	2021-2022
	Kshs (30/6/2023)	Kshs (30/6/2022)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
TOTAL	-	-

13. Outstanding Imprests

Name of Officer	Date imprest taken	Amount Taken	Amount Surrendered	Balance (30/6/2023)
		Kshs	Kshs	Kshs
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
TOTAL	-	-	-	-

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	2022-2023	2021-2022
	KShs	KShs
Retention as at 1st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30th June D= A+B-C	-	-

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	(1st July 2022)	(1st July 2023)
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-
Less	-	-
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	-	-

**Samburu North Constituency
National Government Constituencies Development Fund (NGCDF)
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16. Prior Year Adjustments

	Balance b/f FY 2022/2023 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-		-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

**** The adjusted balances are not carried down on the face of the financial statement.
(Entity to provide disclosure on the adjusted amounts)**

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)		
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D – A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	2,011,804	633,096
Committee expense	246,950	-
Use of goods and services	3,049,222	117,906
Amounts due to other Government entities (see attached list)	52,320,000	4,850,000
Amounts due to other grants and other transfers (see attached list)	13,614,419	79,845
Acquisition of assets	477,048	609,773
Oversight Committee Expenses	785,760	-
Other Payments (<i>specify</i>)	2,200,000	-
Funds pending approval	202,000	6,000,000
Total	74,907,203	12,290,620

19.4: PMC account balances (See Annex 5)

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Total	kcb	1143133196	24,500,000	11,150,656

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16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
	A	B	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff	-	-	-	-
1.	-	-	-	-
2.	-	-	-	-
3.	-	-	-	-
Sub-Total	-	-	-	-
Grand Total	-	-	-	-

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees	employees salaries	2,011,804	633096	awaiting cdf board disbursement
Use of goods & services	office god and services expenses	3,296,172	117906	awaiting cdf board disbursement
Sub-Total		5,307,976	751,002	
Amounts due to other Government entities				
morijo primary school	administration construction	2500000		awaiting cdf board disbursement
soit pus primary school	classroom construction	1500000		awaiting cdf board disbursement
nkorika primary school	renovation of classroom	1200000		awaiting cdf board disbursement
nalingangor primary school	furnitures acquisition	630000		awaiting cdf board disbursement
nonkeek primary school	classroom construction	1500000		awaiting cdf board disbursement

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
naimaralal primary school	fencing of the school	1000000		awaiting cdf board disbursement
Ichakwai primary school	fencing of the school	1000000		awaiting cdf board disbursement
bendera primary school	fencing of the school	1000000		awaiting cdf board disbursement
bendera primary school	construction of a toilet	400000		awaiting cdf board disbursement
suyan primary school	classroom construction	1500000		awaiting cdf board disbursement
nachola primary school	classroom construction	1500000		awaiting cdf board disbursement
natiti primary school	fencing of the school	1000000		awaiting cdf board disbursement
illaut primary school	fencing of the school	600000		awaiting cdf board disbursement
loikumkum primary school	fencing of the school	1000000		awaiting cdf board disbursement
urah primary school	classroom construction	1500000		awaiting cdf board disbursement
Sumuruai primary school	administration construction	2500000	1,000,000	awaiting cdf board disbursement
loruko primary school	desks acquisition	180000		awaiting cdf board disbursement
simale primary school	classroom construction	1500000		awaiting cdf board disbursement
loojorin primary school	fencing of the school	1000000		awaiting cdf board

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
				disbursement
tuum primary school	furnitures acquisition	150000		awaiting cdf board disbursement
tuum primary school	toilet construction	400000		awaiting cdf board disbursement
anderi primary school	desks acquisition	360000		awaiting cdf board disbursement
lareorok primary school	classroom construction	1500000	1300,000	awaiting cdf board disbursement
soit ngiro primary school	classroom construction	1500000		awaiting cdf board disbursement
parkati primary school	toilet construction	400000		awaiting cdf board disbursement
keleswa primary school	toilet construction	400000	1,250,000	awaiting cdf board disbursement
seren primary school	classroom construction	1500000		awaiting cdf board disbursement
keno primary school	classroom construction	1500000		awaiting cdf board disbursement
latakweny primary school	gutters installation	200000		awaiting cdf board disbursement
nyiro boys secondary school	dormitory construction	1500000		awaiting cdf board disbursement
nalingangor mix secondary school	laboratory construction	3000000		awaiting cdf board disbursement
baragoi girls secondary school	renovation of dormitory	2500000	1,000,000	awaiting cdf board disbursement

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Marti mixed secondary school	ablution block construction	1000000		awaiting cdf board disbursement
Marti Mixed Day Secondary School	completion of dormitory	1200000		awaiting cdf board disbursement
ndoto boys secondary school	dormitory construction	500000	1,600,000	awaiting cdf board disbursement
nyiro girls Secondary School	dining hall renovation	1000000		awaiting cdf board disbursement
tuum girls secondary school	teachers quarter construction	850000		awaiting cdf board disbursement
illaut sec school	fencing of the school	1000000		awaiting cdboard disbursement
latakweny mix sec school	fencing of the school	1000000		awaiting cdf board disbursement
Sub-Total		44,470,000	4850000	
Amounts due to other grants and other transfers				
samburu north technical training institute	lockers acquisition	5,050,000		awaiting cdf board disbursement
baragoi police post	administration construction	1,500,000		awaiting cdf board disbursement
south horr police post	offices construction	1,500,000		awaiting cdf board disbursement
south horr chief office	completion of office	630,000		awaiting cdf board disbursement
seren chief office	completion of office	500,000		awaiting cdf board disbursement

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
angata nanyokie chief office	completion of office	500,000		awaiting cdf board disbursement
ngilai chief office	completion of office	300,000		awaiting cdf board disbursement
lesirkan primary	domitory furnitures	800,000		awaiting cdf board disbursement
opiroi chief office	gabions construction	500,000		awaiting cdf board disbursement
Sumuruai primary school	gabions construction	500,000		awaiting cdf board disbursement
samburu north sports tournament	sports undertaking sports undertaking	2,215,000		awaiting cdf board disbursement
regional sports tournament	sports undertaking sports undertaking	50,000		awaiting cdf board disbursement
4.2 Tertiary Institutions bursary	bursary tertiary	650	79845	awaiting cdf board disbursement
3.0 Emergency				
3.1 Primary Schools	emergency	4,596,190		awaiting cdf board disbursement
3.4 Security projects	emergency	22,578		awaiting cdf board disbursement
Sub-Total		18,664,418	79845	
Acquisition of assets				
samburu north ngcdf office	asset acquisition	477049	609773	awaiting cdf board disbursement
Others				
Oversight Committee	COC EXPENSES	785,760		awaiting cdf board

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
				disbursement
samburu north constituency strategic plan	strategic plan	2200000		awaiting cdf board disbursement
Sub-Total		3462809	609773	
Funds pending approval			6,000,000	
A.I.A	proceed from sale of tenders	202,000	-	awaiting board approval
Grand Total		74,907,203	12,290,620	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2021-2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022-2023
Land				
Buildings and structures	14184163	920,521		15,104,684
Transport equipment	6993200			6,993,200
Office equipment, furniture and fittings	255500	609,773		865,273
ICT Equipment, Software and Other ICT Assets	565700			565,700
Other Machinery and Equipment	0			-
Heritage and cultural assets	0			-
Intangible assets	0			-
Total	21998563	1,530,294		23,528,857

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Annex 5 –PMC Bank Balances As At 30th June 2023

NO.	PMC NAME PMC	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BANK BALANCE 2022/23	BANK BALANCE 2021/23
1	BENDERA PRIMARY SCHOOL	1100279770052	EQUITY	1/1/2020	1,500,000	2,988
2	LCHAKWAI PRIMARY SCHOOL	1100279787138	EQUITY	1/1/2020		558
3	LESIRIKAN ASSIT CHIEF OFFICE	1100279782036	EQUITY	1/1/2020		248
4	LESIRIKAN PRIMARY SCHOOL	1100279777586	EQUITY	1/1/2020		304,625
5	LKITAGESI PRIMARY SCHOOL	1100279779958	EQUITY	1/1/2020		-
	BAAWA PRIMARY		EQUITY	1/1/2020	240,000	
6	LORUKO PRIMARY SCHOOL	1100279776155	EQUITY	1/1/2020		-
7	MARTI PRMARY SCHOOL	1100279779551	EQUITY	1/1/2020		1,748
8	MASKITA PRIMARY SCHOOL	1100279779660	EQUITY	1/1/2020		-
9	MATEPES PRIMARY SCHOOL	1100279795406	EQUITY	1/1/2020		-
10	MORIJO MIXED SCHOOL	1100279776335	EQUITY	1/1/2020	2,000,000	239,084
11	NALINGANGOR MIXED SEC	1100279771072	EQUITY	1/1/2020		-
12	NALINGANGOR PRIMARY SCHOOL	1100279779901	EQUITY	1/1/2020		-
13	NOMBOROI PRIMARY SCHOOL	1100279867443	EQUITY	1/1/2020		-
14	SERERIT PRIMARY SCHOOL	1100279780486	EQUITY	1/1/2020		451,778
15	SOUTH HERR PRIMSARY SCHOOL	11002797780401	EQUITY	1/1/2020		-
16	TUUM PRIMARY SCHOOL	1100279780179	EQUITY	1/1/2020		-
17	URAH PRIMARY SCHOOL	1100279783818	EQUITY	1/1/2020		1,957
18	ARSIM PRIMARY SCHOOL	1100279817108	EQUITY	1/1/2020	700,000	152,748

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NO.	PMC NAME PMC	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BANK BALANCE 2022/23	BANK BALANCE 2021/23
19	BARAGOI BOYS SEC SCH.	1100279783030	EQUITY	1/1/2020		4,173
20	BARAGOI PRY.SCH	1100279783005	EQUITY	1/1/2020		8,405
21	BARSALOI MIXED SEC SCHOOL	1100279767135	EQUITY	1/1/2020		1,820
22	BARSALOI PRIMARY SCHOOL	1100279788706	EQUITY	1/1/2020		1,100
23	BENDERA PRIMARY SCHOOL	110027977052	EQUITY	1/1/2020		2,988
24	ILLAUT PRY.SCH	1217984313	KCB	1/1/2020	400,000	-
25	KASIPO PRIMARY SCHOOL	1100279784544	EQUITY	1/1/2020		17,808
26	KELESWA PRIMARY SCHOOL	1100279780489	EQUITY	1/1/2020		19,628
27	LATAKWENY MIXED DAY SEC SCHOOL	1285337476	KCB	1/1/2020		1,810
28	LATAKWENY PRIMARY SCHOOL	1100279780074	EQUITY	1/1/2020		40,068
29	LCHAKWAI PRIMARY SCHOOL	1100279787138	EQUITY	1/1/2020		558
30	LEIRR PRIMARY SCHOOL	1100279786266	EQUITY	1/1/2020		1,062
31	LEMOLOG ENVIRONMENT PROJECT	1100179816547	EQUITY	1/1/2020		-
32	LOOJORIN PRY SCHOOL	1121967280	EQUITY	1/1/2020	400,000	
33	KURUNGU PRY SCHOOL	100279779958	EQUITY	1/1/2020	400,000	
34	LEMOLOG PRIMARY SCHOOL	1100279784576	EQUITY	1/1/2020		-
35	LENKIMA PRIMARY SCHOOL	1100279780599	EQUITY	1/1/2020	850,000	-
36	LKITAGES PRIMARY SCHOOL	1100279779958	EQUITY	1/1/2020		61,368
37	LOIKUMKUM PRIMARY SCHOOL	1100279780487	EQUITY	1/1/2020		5,975
38	LOODUA PRY.SCH	1110842236	KCB	1/1/2020		552,830
39	LORUKO PRIMARY SCHOOL	1100279776155	EQUITY	1/1/2020	400,000	403,128
40	LORROK LOMOMGO PRY SCHOOL	1233899898	EQUITY	1/1/2020	1,500,000	
41	LOUWA PRIMARY SCHOOL	1100279794934	EQUITY	1/1/2020		-
42	LOWA PRIMARY SCHOOL	1100279794934	EQUITY	1/1/2020		212,622

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NO.	PMC NAME PMC	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BANK BALANCE 2022/23	BANK BALANCE 2021/23
43	LPUSI PRIMARY SCHOOL	1100280783812	EQUITY	1/1/2020		7,550
44	MARTI MIXED DAY SEC SCHOOL	1100279783018	EQUITY	1/1/2020		1,045,798
45	MARTI POLICE STATION	1285073576	KCB	1/1/2020		3,340
46	MASIKITA PRIMARY SCHOOL	1164708821	KCB	1/1/2020	400,000	2,590
47	MATEPES PRIMARY SCHOOL	1100279795406	EQUITY	1/1/2020		1,248
48	MORIJO PRIMARY SCHOOL	1260361527	KCB	1/1/2020		964,936
49	MORUNKAI PRIMARY SCHOOL	1100279788505	EQUITY	1/1/2020	1,500,000	828,440
50	NACHOLA MIXED DAY SEC SCHOOL	1285145720	KCB	1/1/2020	1,500,000	248,830
51	NACHOLA PRIMARY SCHOOL	1100279794411	EQUITY	1/1/2020		-
52	NALINGANGOR MIXED DAY SEC SCHOOL	1276664532	KCB	1/1/2020		1,148
53	NALINGANGOR PRIMARY SCHOOL	11002797779901	EQUITY	1/1/2020	1,600,000	1,359,735
54	NATITI PRIMARY SCHOOL		EQUITY	1/1/2020		
55	NDOTO BOYS SEC.SCH	11002797839143	EQUITY	1/1/2020	1,500,000	895,288
56	NGILAI PRIMARY SCHOOL	1100279782999	EQUITY	1/1/2020		1,835
57	NKORIKA PRIMARY SCHOOL	1100279786311	EQUITY	1/1/2020	360,000	4,302
58	NOMBOROI PRIMARY SCHOOL	1100279867443	EQUITY	1/1/2020		401,488
59	NTEPES NJEESANI PRY.SCH	1277996970	KCB	1/1/2020		1,475
60	NTREMKA PRY SCH.	1276491409	KCB	1/1/2020		249,975
61	NYIRO GIRLS SEC SCH.	1100280157792	EQUITY	1/1/2020		9,248
62	OPIROI CHIEF OFFICE	11289947768	EQUITY	1/1/2020	200,000	
63	OPIROI MIXED DAY SEC SCHOOL	1257699024	KCB	1/1/2020		590
64	OPIROI PRIMARY SCHOOL	1104385805	KCB	1/1/2020	1,500,000	56,788
65	LESIRKAN PRY SCHOOL	1100279782036	EQUITY	1/1/2020	1,520,000	-
66	SEREN PRY.SCH	1121967280	KCB	1/1/2020		33,698
67	SIMITI PRIMARY SCHOOL	1100279774621	EQUITY	1/1/2020		150,720

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NO.	PMC NAME PMC	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BANK BALANCE 2022/23	BANK BALANCE 2021/23
68	SOIT NGIRO PRIMARY SCHOOL	1121967280	EQUITY	1/1/2020	400,000	
69	SOIT PUS PRIMARY SCHOOL	1100263364639	EQUITY	1/1/2020	360,000	440
70	SOUTH HERR POLICE POST	1285144317	KCB	1/1/2020	970,000	2,795
71	SOUTH HERR PRY.SCH	11002797780401	EQUITY	1/1/2020		900,080
72	ANGATA CHIEF OFFICE	11128994954	EQUITY	1/1/2020	500,000	
73	SUMURUAI PRIMARY	1100279783037	EQUITY	1/1/2020	1,000,000	138
74	MURUANKAI PRIMARY	23785648934	EQUITY	1/1/2020	700,000	
75	SUYAN AP LINE	1100280784162	EQUITY	1/1/2020		33,188
76	SUYIAN PRIMARY SCH	1133305458	KCB	1/1/2020	1,500,000	405,534
77	TANGAR B PRIMARY SCHOOL	1100279778472	EQUITY	1/1/2020		-
78	TANGAR PRY.SCH	1100279783044	EQUITY	1/1/2020	600,000	-
79	TUUM PRIMARY SCHOOL	1100279780179	EQUITY	1/1/2020		543,208
80	UASO RONGAI PRIMARY	1100280034591	EQUITY	1/1/2020		504,688
81	BENDERA SECURITY	1.1002890035	EQUITY	1/1/2020		500
TOTAL					24,500,000	11,150,656

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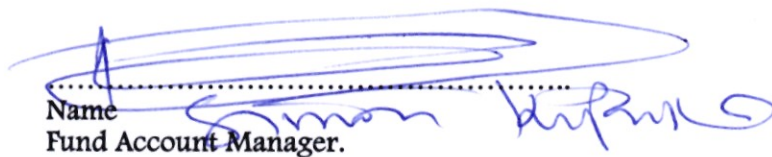
Annex 6: Progress On Follow Up of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Oag/Uero/Aud/Ng-Cdf/Samburu.N/2021-2022/4	Errors in Annual Report and Financial Statements	Having looked at the errors observed by your team regarding in the financial statements i.e. numbering from (i-v) the ng-cdf office now amend the financial statements anomalies, in order to align with requirements and format issued by the public sector accounting standards board	Resolved	
Oag/Uero/Aud/Ng-Cdf/Samburu.N/2021-2022/4	Stalled Project	The ngcf office management did delay implementation of the project by adding additional funding required, however the office consider your consideration in regard to completing the project for the benefit of the residents of Samburu north constituency	Resolved	
Oag/Uero/Aud/Ng-Cdf/Samburu.N/2021-2022/4	Lack of Bank Reconciliation Statements for PMC Bank Balances	Having looked at the issues raised regarding lack of reconciliation by the project management committees, the office do take heed of your recommendation's by ensuring pmc undertake project bank reconciliations and ensure other relevant documents are kept in tandem with bank reconciliation for every project.	Resolved	
Oag/Uero/Aud/Ng-Cdf/Samburu.N/2021-2022/4	Stale Cheques	The office having looked at issues raised in regard to the above issue ,the office has now reversed the stale cheques ,attach is the evidence	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		from cashbook .		
Oag/Uero/Aud/Ng-Cdf/Samburu.N/2021-2022/4	Un-updated Asset Register	Buildings and structures valued at Kshs.14,184,163 were disclosed in the financial statement annex 4 but not recorded in the provided fixed asset register-the fixed asset registers now amended to include stated amount. Annexed is the updated asset register	Resolved	


 Name _____
 Fund Account Manager.

