

REPUBLIC OF KENYA

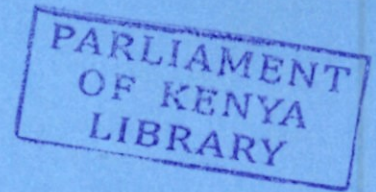


*Enhancing Accountability*



THE NATIONAL ASSEMBLY  
PAPERS LAID

**REPORT**



DATE: 07 AUG 2024

WED 7/8/2024

TABLED BY: Deputy Majority Whip OF

CLERK AT THE TABLE: Anastacia Thumbi

**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT CONSTITUENCIES  
DEVELOPMENT FUND – ENDEBESS  
CONSTITUENCY**

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



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**ENDEBESS CONSTITUENCY**  
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>th</sup> JUNE 2023**

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

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

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**I. Acronyms and Abbreviations**

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

FY-Financial Year

## **I. 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;

- 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 Endebess 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)

**Fiduciary Management**

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

No	Designation	Name
1.	A.I.E holder	Benson Tindi
2.	Sub-County Accountant	Philomena Mghendi
3.	Chairman NGCDFC	Benson Tindi
4.	Member NGCDFC	Agnes Nasimiyu Wamocho

**(c) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Endebess 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.

**(d) Endebess Constituency NGCDF Headquarters**

P.O. Box 29 - 30210  
NG-CDF/DCC Building  
Kitale -Suam Boarder Highway  
Endebess, Kenya

**(e) Endebess Constituency NGCDF Contacts**

Telephone: (254) 726271453  
E-mail: [cdfendebess@ngcdf.go.ke](mailto:cdfendebess@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(f) Endebess Constituency NGCDF Bankers**

Equity Bank  
Kitale Branch - 033  
P.O.Box 801-30200  
Kitale

**(g) Independent Auditors**

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

**(h) Principal Legal Adviser**

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



III. NG-CDFC Chairman's Report



NG-CDFC

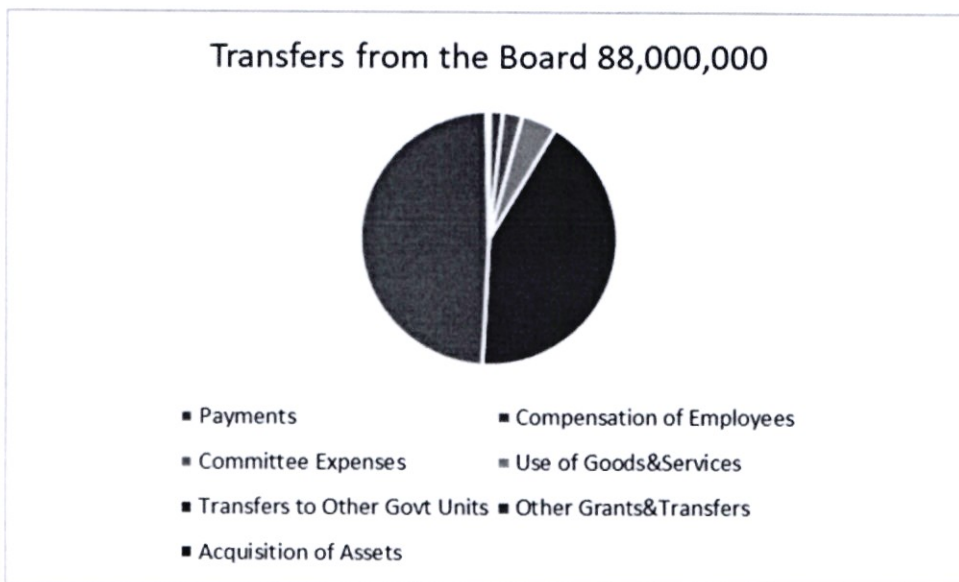
**Chairperson Mr. Ben Cheywa Saikwa**

I am pleased to present to the reports and financial statements for Endebess Constituency for financial year 2022/2023. During the year, the committee disbursed funds to Project management

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

committees for implementation of projects in which the full contract method started being implemented. The committee majorly funded projects in Education, and Security.

In the year under review, the committee received Ksh 88,000,000 from the NG-CDF Board compared to Ksh 170,088,879 for the same period in 2021/2022. Following the enactment of the NG-CDF amendment Act 2022, the allocation to the constituency reduced from Ksh 137, 088,879 in 2021/2022 to Ksh 131,342,462 in 2022/2023. This decrease in allocation and disbursement to the constituency affected the number of projects the committee could fund. The committee made higher achievements with these receipts: The committee utilized Ksh 81,962,735 out of the total receipts to the constituency representing translating to 92%. The committee utilized Ksh. 22,883,000 to support students in secondary schools, Ksh 11,319,000 in tertiary and university institutions of learning. This bursary project has had a great impact as it helped keep learners in schools and supported the government’s policy of 100% transition. I am also pleased to note that the NG-CDF committee has continued to support school infrastructure. In the year 2021/2022 Ksh 27,000,000 was disbursed to secondary schools for construction of 7 classrooms, renovation of 1 classroom, construction of 2 twin laboratories, and a Multipurpose Hall while Ksh 7,620,000 was disbursed to primary schools to support construction of 6 classrooms and toilets, purchase of 120 desks and renovation of 1 classroom.



*Figure 1: Graph showing Expenditure items during 2022-2023*



Figure 2: Showing Expenditure against budget

The funds have done immense good in bringing real change in Endebess constituency, this has greatly saved the poor peasants from the burden of raising or collecting funds for School infrastructure.

During the year ended 30<sup>th</sup> June, 2023, the committee realized major achievements. The committee was able to fund implementation of two twin science laboratories in secondary schools. These mega projects are going to be key in improving academic performance of learners in practical science subjects. The committee was also able to implement construction of a Multi-purpose hall at Mubere Secondary school. The timely implementation of these projects will positively enhance school's enrolment in boarding section. Similarly, these infrastructure projects will avail support infrastructure to support social distance as a control measure in preventing the spread of corona virus.



*Figure 3: Mubere Secondary School Dormitory Completed in 2022-2023 FY.*

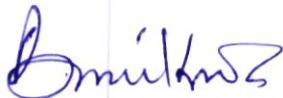


*Figure 4: St. Veronica Kokwo Girls Secondary School – Dormitory*

I wish to however note that in achieving the above milestones, there were challenges that the committee and implementers faced: The delay in disbursement of funds from the board really had a

negative impact especially as the issuance of bursary was done in April 2023. This delay caused some students to stay at home as they were not able to pay for tuition fee. To overcome the above implementation challenges, the committee will continue to appeal to the NG-CDF board to ensure disbursement of funds to the constituency done timely to avail funding to projects and hasten absorption of funds. Given the challenges noted in PMC's incapacity to implement projects, the NG-CDFC has scheduled joint training for stakeholders; contractors, PMC members, NG-CDFC, NG-CDFC staffs, and relevant departmental heads.

I wish to thank all stakeholders involved in management of the fund for their support in the success of the fund so far. God bless you.



.....  
**BEN CHEYWA SAIKWA**  
**CHAIRMAN NGCDF COMMITTEE**

**IV. 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 Endebess Constituency 2018-2022 plan are to:

- a) Improve access to quality education to all children in the constituency
- b) Enhance and sustain peace and security coordination and administration in the Constituency
- c) Enhance environmental conservation and sustainable use of natural resources in the Constituency
- d) Promote sports and creative talents among the youth in Endebess constituency
- e) Enhance Social protection for the poor and vulnerable households and individuals in the constituency
- f) Improve, maintain and expand road and bridges network in the constituency
- g) Strengthen the governance and management of Endebess NG-CDF.

**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:

<b>Constituency Sector</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
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’s beneficiaries at all levels	In FY 2022/2023 we increased Twin Science laboratories from 7 to 9 and constructed 6 classrooms in Primary schools and 7 in Secondary Schools. Bursary beneficiaries at all levels were as per the attached schedules Expenditure return
Security	To have a safe constituency for everyone	Established and enhanced security	Number of chief’s offices and	Funded construction of ACC’s office at

		infrastructure	infrastructure in police posts	Chepchoina,
Environment	Enhance environmental conservation and sustainable use of natural resources	Increased soil and forest conservation programmes and initiatives Enhance protection and use of water resources Increase access to sanitation facilities and clean environment	Number institutions the constituency has planted trees	The Committee in its proposal allocated Ksh 2,600,000 for purchase and planting of trees in 26 public schools. The Board has not yet approved this project.
Sports	To enhance sporting and creative talents	Increase access to youth sporting and recreational facilities and activities	Number of youths sporting activities and recreational facilities.	The NG-CDFC plans to fund a sports tournament in the constituency in December 2023 to harness talent.
Emergency	To safeguard the community against unexpected misfortunes	Habitable environment	Number of emergency responses acted on by the committee	The committee supported construction of 18 pit latrines that were emergency

## **V. Statement of Governance**

The NG-CDF Act 2015, section 43(2) (b), (c) and (d) of the NGCDF Act provides for the appointment of NG-CDFC members. A selection panel constituted invites applications taking into account age, gender, special interest groups and regional balance in accordance with the NGCDF Act. Two members provided under section 43 (2) (e) are nominated by the Constituency office as established under parliamentary service Act. The selected members are thereafter gazetted.

The NGCDF Board co-opts a member as provided under section 43 (2) (g) of the Act to ensure equitable representation in the membership of the constituency committee. These members together with the national government official responsible for coordination of national government functions or his/her representative and an Officer of the Board seconded to the constituency committee form constituency's NG-CDFC.

In removing a member, the Constituency committee receives a complaint against a member for deliberation. The concerned member may be invited to the meeting to respond to the complaints. The constituency committee makes a decision having given a fair hearing to the member whom a complaint is made and communicates the decision to the National NGCDF board for determination.

The roles and functions of a constituency committee include;

- a) Consider project proposals from all wards in the constituency, process them and implements,
- b) Monitor the implementation of projects, generate the requisite reports thereof including financial statements and submit to the NGCDF board,
- c) Consult with relevant government departments in execution of its mandate,
- d) Building capacity of Project Management Committees (PMCs), NGCDFC Staffs and sensitize the community on the operations of the fund,
- e) Constitute Project Management Committees, open and close PMC accounts, receive project returns and offer overall management of the PMCs.
- f) Ensure compliance with the provisions of the law and the associated regulations governing implementation of NGCDF funded projects.
- g) Enter into performance contracting with the board on annual basis.

The NG-CDFC is required to capacity build Project Management Committees (PMS's), NG-CDFC staff and other relevant technical officers. The Constituency Committee, first ensures that its



members are sufficiently trained to equip them undertake their mandate. With the subsequent recruitment of NG-CDFC staff, the Constituency Committee ensures that their staff are trained. With continuous training, the staff are equipped to be relied upon by the NGCDFC. Thereafter PMCs are formed for purposes of project implementation. NG-CDFC projects are implemented through and by the PMCs and are trained to ensure proper implementation. This training to all the groups has to be continuous to ensure that the concerned persons or groups are sufficiently refreshed throughout.

The NG-CDF Act provides for the NG-CDFC to hold at least 6 and a maximum of 24 meetings in a financial year.

Where a member of the NG-CDFC has conflict of interest, the member is required to disclose his or her interests prior. It may call for possible disqualification and/or disassociate him/herself from the activity at hand. Constituency committee members and any other related person are bound by Ethics and anticorruption regulations by which they must observe. It is upon the committee to be most ethical and conduct its affairs in an orderly manner.

Constituency committee members are commensurately remunerated by the constituency fund in execution of their activities. NGCDFC staff, draw their salaries from the budget meant for administrative and recurrent activities.

While budgeting, projects are wholesomely costed to ensure that administrative activities by the PMCs are budgeted for. Consulting technical departments during budgeting and throughout project implementation guarantees that project costing is sufficiently done.

The constituency committee are encouraged to mitigate risk and spread it at the earliest opportunity. Proper risk management guarantees effective and efficient project implementation.

## **VI. Environmental and Sustainability Reporting**

Endebess 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 Endebess NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Endebess 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.

## **2. Environmental performance**

Endebess NG-CDFC operates within an environment that sustains its operations. This environment must be protected today and for the future. In implementing its projects, the NG-CDFC undertakes to set aside at least 2% of its annual budget to fund environmental activities such as tree planting.

### **3. Employee welfare**

We invest in providing the best working environment for our employees. Endebess 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. Endebess 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.

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-**

Endebess 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:

- 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 interest

**5. Community Engagements-**

Endebess 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.

Endebess NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



**Name: Benson Tindi**

**Fund Account Manager.**

## **I. 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-Endebess 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, 202X. 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-Endebess 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, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Endebess 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.

The Accounting Officer in charge of the NGCDF Endebess 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

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

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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- Endebess Constituency financial statements were approved and signed by the Accounting Officer on 8th September 2023.

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**Name: Ben Cheywa Saikwa**

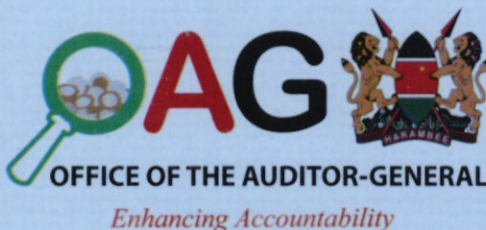
**Chairman – NGCDF Committee**

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**Name: Benson Tindi**

**Fund Account Manager**

# REPUBLIC OF KENYA



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HEADQUARTERS  
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NAIROBI

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

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### 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 - Endebess Constituency set out on pages 1 to 40, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and summary statement of

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*Report of the Auditor-General on National Government Constituencies Development Fund - Endebess constituency  
for the year ended 30 June, 2023*

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 the National Government Constituencies Development Fund - Endebess 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Presentation of Financial Statement**

The statement of assets and liabilities reflects net financial assets total of Kshs.9,909,620 while the net financial position reflects a total amount of Kshs.9,811,660 resulting to an unexplained variance of Kshs.97,160.

In the circumstances, the accuracy and completeness of the financial statement could not be confirmed.

#### **2. Unsupported Project Management Committee Bank Balances**

Annex 5 to the financial statements reflects a balance of Kshs.15,190,707 in respect of Project Management Committee bank balance. However, Management has not provided cashbook and bank reconciliation statements.

In the circumstances, the accuracy and completeness of the PMC account balance of Kshs.15,190,707 could not be confirmed.

The audit was concluded in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Endebess 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 qualified opinion.



## **Emphasis of Matter**

### **Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts, budget and actual receipts on comparable basis of Kshs.146,305,736 and Kshs.91,774,395 respectively resulting to an under-funding of Kshs.54,531,341 or 37% of the budget. Similarly, the Fund spent a balance of Kshs.81,962,735 against actual receipts of Kshs.91,774,395 resulting to under-utilization of Kshs.9,811,660 or 11% of the receipts.

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

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There are no other key audit matters to communicate in my report.

### **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. However, Management had not resolved the issues nor given any explanation for the failure to implement the recommendations.

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

### **Conclusion**

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

## **Basis for Conclusion**

### **1. Failure to Submit Statutory Reports to the Public Procurement Regulatory Authority**

The Fund and through Project Management Committee (PMC) procured works, goods and services during the year. However, Management did not submit reports on, terminations of procurement and asset disposal proceedings, direct procurements of a value exceeding Kshs.500,000, all signed contracts awarded through all procurement methods, contract amendment/variation, terminations of contracts, all contract awards where preferences and reservation schemes are applied with disaggregated data, six (6) months report on preferences and reservation of contracts awarded to youth, women and persons with disability and part of annual procurement plan demonstrating application of the preference and reservation.

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

### **2. Project Implementation Status**

During the year under review, the Fund allocated Kshs.77,993,661 to projects in various sectors including primary schools, secondary schools, security, sports, environment and emergencies within the constituency. Analysis of the Project Implementation Status report and expenditure returns indicated that eighteen (18) projects of Kshs.36,764,476 were completed, one (1) project amounting Kshs.2,329,185 not started and ten (10) projects amounting to Kshs.38,900,000 was on going.

In the circumstances, failure to complete projects as planned may have negatively impacted on delivery of services to the public.

#### **2.1 Delayed Project Implementation Status**

Review and analysis of the cash book and vote book reflects funds balance of Kshs.5,429,185 for three (3) projects were still held in the Fund's account as at 19 March, 2024 and therefore the projects were not implemented. It was not clear why the projects, which ought to have been implemented in year 2022/2023 remained not implemented.

### **3. Project Verification Report**

The statement of receipts and payments reflects an amount of Kshs.34,620,000 in respect of transfers to other Government entities spent on the following projects that were inspected in the month of March, 2024 and the following observations made:

#### **3.1 Lack of Handing Over Reports**

Audit inspection carried out revealed that four (4) Schools awarded contracts amounting to Kshs.6,194,398. However, it was observed that the classrooms were complete and in

use though not officially handed over by the contractor. The utilization of projects before formal handing over may result to avoidable future obligations and losses to the Fund which would rather have been attributable to the contractor if proper handing over was done.

### **3.2 Construction of Twin Science Laboratory**

The construction of the twin science laboratory for Cheppketit Secondary School was awarded to a contractor at a contract sum of Kshs.9,768,081 with payment amounting to Kshs.3,159,611. However, the completion date was not indicated in the contract agreement which can lead to the project taking unreasonably long time.

Physical inspection conducted revealed that the construction site did not have a signboard showing architecture, quantity surveyor, contractor and Engineer's names and full address details, NEMA approval and National Construction Authority Approval Numbers. Further, the project was ongoing but the contractor was not on site.

### **3.3 Construction of Two (2) - Storey Eight (8) Classrooms**

The contract was awarded to a contractor for the construction of 2-storey eight classrooms of Endebess Centre Secondary School on 29 August, 2023 at a contract sum of Kshs.29,951,930.80. The first payment for the construction was made on 28 February, 2023 amounting to Kshs.9,013,741.

Physical project inspection revealed that the walling of the ground floor had been done and the formwork for the upper slab had been laid. However, the construction site did not have a signboard showing the architect, quantity surveyor, contractor and engineer's names and full address details, National Environment Management Authority approval and NCA approval numbers.

### **3.4 Construction of a Multi-Purpose Hall**

The contract was awarded to a contractor for the construction of a multi-purpose hall for Mubere Secondary School on 21 November, 2023 at a contract price of Kshs.11,220,079. Physical project inspection revealed that the construction site did not have a signboard showing architect, quantity surveyor, contractor and engineer's names and full address details, NEMA approval and NCA approvals numbers. The project was ongoing and the contractor was not on site.

In the circumstances, it was not possible to confirm whether projects were registered with National Construction Authority and the National Environment Management Authority. Further, the absence of the contractor on site is an indication that the project, whose completion date was not indicated in the contract agreement, may take unreasonably long time resulting to delay in service delivery.

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 overall governance were not effective.

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 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 the Management and those Charged with Governance**

The 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 controls 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 controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the 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 comply 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 Fund's 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 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 Fund's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 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

21 May, 2024

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


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

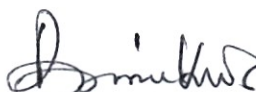
	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Transfers From NGCDF Board	1	88,000,000	170,088,879
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	539,500
<b>Total Receipts</b>		<b>88,000,000</b>	<b>170,628,379</b>
<b>Payments</b>			
Compensation Of Employees	4	1,325,300	3,223,747
Committee expenses	5	2,044,800	-
Use Of Goods and Services	6	3,630,925	11,724,300
Transfers To Other Government Units	7	34,620,000	101,325,000
Other Grants and Transfers	8	40,026,400	54,372,597
Acquisition Of Assets	9	315,310	300,000
Oversight Committee Expenses	10	-	-
Other Payments	11	-	2,739,250
<b>Total Payments</b>		<b>81,962,735</b>	<b>173,684,894</b>
<b>Surplus/(Deficit)</b>		<b>6,037,265</b>	<b>(3,056,515)</b>

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 NG-CDFC on 8th September 2023 and signed by:

  
 \_\_\_\_\_  
 Fund Account Manager

  
 \_\_\_\_\_  
 National Sub-County  
 Accountant

  
 \_\_\_\_\_  
 Chairman NG-CDF  
 Committee

Name: Benson Tindi

Name: Philomena Mghendi  
 ICPAK M/No:

Name: Ben Cheywa Saikwa



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

**X. Statement of Assets and Liabilities As At 30th June, 2023**

	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances (As Per the Cash Book)	12A	9,811,660	3,774,395
Cash Balances (Cash at Hand)	12B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>9,811,660</b>	<b>3,774,395</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	13	-	-
<b>Total Financial Assets</b>		<b>9,811,660</b>	<b>3,774,395</b>
<b>Financial Liabilities</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	14A	-	-
Gratuity	14B	-	-
<b>Total Financial Liabilities</b>			
<b>Net Financial Assets</b>		<b>9,909,620</b>	<b>3,774,395</b>
<b>Represented By</b>			
Fund Balance B/Fwd	15	3,774,395	6,830,910
Prior Year Adjustments	16	-	-
Surplus/Deficit for The Year		6,037,265	(3,056,515)
<b>Net Financial Position</b>		<b>9,811,660</b>	<b>3,774,395</b>

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 8th September 2023 and signed by:



Fund Account Manager

Name: Benson Tindi



National Sub-County  
Accountant

Name: Philomena Mghendi  
ICPAK M/No:



Chairman NG-CDF  
Committee

Name: Ben Cheywa Saikwa

*Endebess Constituency  
National Government Constituencies Development Fund (NGCDF)  
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XI. Statement of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts From Operating Activities</b>			
Transfers From NGCDF Board	1	88,000,000	170,088,879
Other Receipts	3	-	539,500
<b>Total Receipts</b>		<b>88,000,000</b>	<b>170,628,379</b>
<b>Payments</b>			
Compensation Of Employees	4	1,325,300	3,223,747
Committee Expenses	5	2,044,800	-
Use Of Goods and Services	6	3,630,925	11,724,300
Transfers To Other Government Units	7	34,620,000	101,325,000
Other Grants and Transfers	8	40,026,400	54,372,597
Oversight Committee Expenses	10	-	-
Other Payments	11	-	2,739,250
<b>Total Payments</b>		<b>81,647,425</b>	<b>173,384,894</b>
<b>Total Receipts Less Total Payments</b>		<b>6,352,575</b>	<b>(2,756,515)</b>
Adjusted For:			
Prior Year Adjustments	16	-	103,497
Decrease/ (Increase) In Accounts Receivable	17	-	-
Increase/ (Decrease) In Accounts Payable	18	-	(103,497)
<b>Net Cash Flow from Operating Activities</b>		<b>6,352,575</b>	<b>(2,756,515)</b>
<b>Cashflow From Investing Activities</b>			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	(315,310)	(300,000)
<b>Net Cash Flows from Investing Activities</b>		<b>(315,310)</b>	<b>(300,000)</b>
<b>Net Increase In Cash And Cash Equivalent</b>		<b>6,037,265</b>	<b>(3,056,515)</b>
Cash & Cash Equivalent At Start Of The Year	12	3,774,395	6,830,910
Cash & Cash Equivalent At End Of The Year	12	9,811,660	3,774,395

**Endebess Constituency**

**National Government Constituencies Development Fund (NGCDF)**

**Annual Report and Financial Statements for The Year Ended June 30, 2023**

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

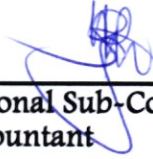
The Constituency financial statements were approved by NG CDFC on 8th September 2023 and signed by:



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**Fund Account Manager**

**Name: Benson Tindi**



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**National Sub-County  
Accountant**

**Name: Philomena Mghendi**  
ICPAK M/No:



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**Chairman NG-CDF  
Committee**

**Name: Ben Cheywa Saikwa**

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

**XII. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> June 2023**

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
		a	B				
	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Receipts</b>							
Transfers From NGCDF Board	131,342,642	3,774,395	11,188,879	146,305,736	91,774,395	54,531,341	62.7%
Proceeds From Sale of Assets				0	-	-	0.0%
Other Receipts				0	-	-	0.0%
<b>Totals</b>	131,342,462	3,774,395	11,188,879	146,305,736	91,774,395	54,531,341	62.7%
<b>Payments</b>							
Compensation Of Employees	2,431,880	481,824		2,913,704	1,325,300	1,588,404	45.5%
Committee Expenses	3,672,000	391,780		4,063,780	2,044,800	2,018,980	50.3%
Use Of Goods and Services	5,717,716	425,551	188,879	6,332,146	3,630,925	2,701,221	57.3%
Transfers To Other Government Units	49,620,000	-	9,200,000	58,820,000	34,620,000	24,200,000	58.9%
Other Grants and Transfers	43,950,375	1,925,740	1,800,000	47,676,115	40,026,400	7,649,715	84.0%
Acquisition of Assets	399,476	-		399,476	315,310	84,166	78.9%
Oversight Committee Expenses	1,251,000	-		1,251,000		1,251,000	0.0%
Other Payments	3,500,000	549,500		4,049,500		4,049,500	0.0%
Funds Pending Approval**	20,800,015	-		20,800,015		20,800,015	
<b>Totals</b>	131,342,462	3,774,395	11,188,879	146,305,376	81,962,735	64,343,001	56.0%

*\*\*Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

**Explanatory Notes.**

- (a) The revenue items do not form part of AIA
- (b) The constituency utilization is below 90 %. This is attributed to the fact that the disbursements to the constituency were made in the last week of the financial year and the committee was not able to absorb and disburse all the received funds within the short period before close of the financial year on 30<sup>th</sup> June 2023.

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	64,343,001
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2023	(54,531,341)
Increase/(decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2023	<b>9,811,660</b>

The Constituency financial statements were approved by NG CDFC on 8th September 2023 and signed by:

  
\_\_\_\_\_  
**Fund Account Manager**

**Name: Benson Tindi**

  
\_\_\_\_\_  
**National Sub-County Accountant**

**Name: Philomena Mghendi**  
ICPAK M/No:

  
\_\_\_\_\_  
**Chairman NG-CDF Committee**

**Name: Ben Cheywa Saikwa**

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

**XIII. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2023**

Programme/Sub-programme	Original Budget 2022-2023 Kshs	Adjustments		Final Budget Kshs	Actual on comparable basis Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation of employees	2,431,880	481,824		2,913,704	1,325,300	1,588,404
1.2 Committee allowances	1,872,000	391,780		2,263,780		2,263,780
1.3 Use of goods and services	3,576,667		188,879	3,765,546	5,675,725	(1,910,179)
<b>Sub-total</b>	<b>7,880,547</b>	<b>873,604</b>	<b>188,879</b>	<b>8,943,030</b>	<b>7,001,025</b>	<b>1,942,005</b>
<b>2.0 Monitoring and evaluation</b>						
2.1 Capacity building	1,390,000			1,390,000		1,390,000
2.2 Committee allowances	1,800,000			18,000,000		1,800,000
2.3 Use of goods and services	751,049	425,551		1,176,600		1,176,600
<b>Sub-total</b>	<b>3,941,049</b>	<b>425,551</b>		<b>4,366,600</b>		<b>4,366,600</b>
<b>3.0 Emergency</b>						
<b>3.1 Primary Schools</b>						
Amani Primary	300,000			300,000	300,000	-
Kaishaber Pri. School	300,000			300,000	300,000	-
Kiboi Pri. School	200,000			200,000	200,000	-

nd Co en  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2023**

Programme/Sub-programme	Original Budget 2022-2023	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Nabakhwana Pri. School	200,000			200,000	200,000	-
Mwamba Pri. School	300,000			300,000	300,000	-
Endebess Centre Pri School	200,000			200,000	200,000	-
Chemkengen Secondary School	200,000			200,000	200,000	-
Kapkures Primary School	250,000			250,000	250,000	-
Chepyalil Pri. School	200,000			200,000	200,000	-
Feedlot Primary School	200,000			200,000	200,000	-
Salama Primary School	200,000			200,000	200,000	-
Cheptantan Primary School	200,000			200,000	200,000	-
Korong Primary School	200,000			200,000	200,000	-
Tulwop Kesis Primary School	200,000			200,000	200,000	-
Matumbei Primary School	200,000			200,000	200,000	-
Nai Primary School	300,000			300,000	300,000	-
Kibosit Primary School	200,000			200,000	200,000	-
Benson Tindi	84,000			84,000	84,000	-
Benson Tindi	205,000			205,000	205,000	-
Benson Tindi	50,400			50,400	50,400	-
Benson Tindi	50,000			50,000	50,000	-
Benson Tindi	88,000			88,000	88,000	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2022-2023					
Benson Tindi	250,000			250,000	250,000	-
Benson Tindi	130,000			130,000	130,000	-
Benson Tindi	100,000			100,000	100,000	-
<b>3.2 Secondary schools</b>						
Matumbei Secondary School	200,000				200,000	-
Bwala Sec. School	300,000				300,000	-
Salama Sec. School	200,000				200,000	-
<b>3.3 Tertiary institutions</b>						
<b>3.4 Security projects</b>						
Endebess Ass. Chief	400,000				400,000	-
Administration Police ASTU Chepchoina	200,000				200,000	-
Unutilised	1,528,790	1,455,740		2,984,530	2,984,530	
<b>Sub-total</b>						
<b>4.0 Bursary and Social Security</b>						
<b>4.1 Primary Schools</b>						
4.2 Secondary Schools	22,600,000	317,000		22,917,000	23,580,000	(6638,000)
4.3 Tertiary Institutions	10,385,000	153,000		10,538,000	9,339,000	1,199,000
4.4 Universities						



*Endebess Constituency  
National Government Constituencies Development Fund (NGCDF)  
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Programme/Sub-programme	Original Budget 2022-2023	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Sendera Primary School	105,000			105,000	105,000	
Chepnyalil Primary School	105,000			105,000	105,000	
Toboo Primary School	2,000,000			2,000,000		2,000,000
<b>Sub-total</b>	<b>9,620,000</b>			<b>9,620,000</b>	7,620,000	2,000,000
<b>8.0 Secondary Schools Projects (List all the Projects)</b>						
Kimwondo Secondary School			1,000,000	1,000,000		1,000,000
Mubere Secondary School			2,500,000	2,500,000		2,500,000
St Matthews Sec School			500,000	500,000		500,000
Cheptikit Secondary School	2,000,000			2,000,000	2,000,000	-
Mubere Secondary School	7,000,000			7,000,000	5,000,000	2,000,000
Endebess Centre Secondary	10,000,000			10,000,000	5,000,000	5,000,000
Chepchoina Secondary School	2,300,000			2,300,000	2,300,000	-
St. Peter's Kietkei Secondary School	8,000,000			8,000,000	5,000,000	3,000,000
Kitum Girls Secondary School	1,200,000			1,200,000	1,200,000	-
Cheptikit Secondary School	8,500,000			8,500,000	5,500,000	3,000,000
Chemkengen Secondary School	1,000,000			1,000,000	1,000,000	-
<b>Sub-total</b>	<b>40,000,000</b>		<b>4,000,000</b>	<b>44,000,000</b>	<b>27,000,000</b>	<b>17,000,000</b>
<b>9.0 Tertiary institutions Projects (List all the Projects)</b>						

**National Government Constituencies Development Fund (NGCDF)  
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Programme/Sub-programme	Original Budget 2022-2023	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.5 Social Security						
<b>Sub-total</b>	<b>32,985,000</b>	<b>470,000</b>		<b>33,455,000</b>	<b>32,919,000</b>	<b>536,000</b>
5.0 Sports	2,329,185				2,239,185	2,329,185
5.1						
5.2						
5.3						
<b>Sub-total</b>	<b>2,329,185</b>		<b>1,800,000</b>	<b>4,129,185</b>		<b>4,129,185</b>
6.0 Environment						
6.1						
6.2						
6.3						
<b>Sub-total</b>						
7.0 Primary Schools Projects (Last all the Projects)						
Kitum Primary School	1,200,000.00			1,200,000.00	1,200,000.00	
Kibosit Primary School	1,000,000.00			1,000,000	1,000,000	
Atenus Primary School	1,000,000			1,000,000	1,000,000	
Chebrirbei Primary School	2,000,000			2,000,000	2,000,000	
Chepkwirot Pri School	1,000,000			1,000,000	1,000,000	
Chepyalil Pr. School	1,000,000			1,000,000	1,000,000	
Chebrirbei Primary School	105,000			105,000	105,000	
Chelulus Primary School	105,000			105,000	105,000	

**National Government Constituencies Development Fund (NGCDF)  
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Programme/Sub-programme	Original Budget 2022-2023	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
9.1 Endeless TTI			5,200,000	5,200,000		5,200,000
<b>Sub-total</b>	-		5,200,000	5,200,000		5,200,000
<b>10.0 Security Projects</b>						
10.1 Chepchoina Division Office	1,000,000			1,000,000.00	1,000,000	0
<b>Sub-total</b>	<b>1,000,000</b>			<b>1,000,000</b>	<b>1,000,000</b>	
<b>11.0 Acquisition of assets</b>	<b>399,476</b>			<b>399,476</b>	<b>315,310</b>	<b>84,166</b>
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment						
11.4 Purchase of computers						
11.5 Purchase of land						
<b>Sub-total</b>	<b>399,476</b>	-	-	<b>399,476</b>	<b>315,310</b>	<b>84,166</b>
<b>12.0 Oversight Committee Expenses (itemize )</b>						
Accommodation-Domestic Travel	240,000	-	-	240,000	0	240,000
Advertising,Awareness and Publicity Campaigns	50,000	-	-	50,000	0	50,000
Committee Allowances	300,000	-	-	300,000	0	300,000
Daily Subsistence Allowance	500,000	-	-	500,000	0	500,000
Refined Fuels and Lubricant	161,000	-	-	161,000	0	161,000
<b>Sub-total</b>	<b>1,251,000</b>	-	-	<b>1,251,000</b>	<b>0</b>	<b>1,251,000</b>
<b>13.0 Others</b>						

*Endebess Constituency  
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Programme/Sub-programme	Original Budget 2022-2023	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
13.1 Strategic Plan	3,500,000			3,500,000	0	3,500,000
13.2 Innovation Hub						
13.2 Other Payment		549,500		549,500		549,500
<b>Sub-total</b>	<b>3,500,000</b>	<b>549,500</b>		<b>4,049,500</b>		<b>4,049,500</b>
Funds pending approval**						
<b>Kokwo Girls Secondary School</b>	3,000,000			3,000,000		3,000,000
<b>Kokwo Girls Secondary School</b>	1,500,000			1,500,000		1,500,000
<b>Korong Sec Secondary School</b>	2,000,000			2,000,000		2,000,000
<b>Njoro Secondary School</b>	2,000,000			2,000,000		2,000,000
<b>Endebess TTI</b>	2,000,000			2,000,000		2,000,000
<b>Chebrirbei Primary School</b>	500,015			500,015		500,015
<b>Sendera Primary School</b>	1,000,000			1,000,000		1,000,000
<b>Toboo Secondary School</b>	2,500,000			2,500,000		2,500,000
<b>St. Peters Kietkei Secondary</b>	1,500,000			1,500,000		1,500,000
<b>Kimwondo Secondary School</b>	2,200,000			2,200,000		2,200,000
<b>Sub-Total</b>	<b>20,800,015</b>			<b>20,800,015</b>		<b>20,800,015</b>
<b>Total</b>	<b>131,342,462</b>	<b>3,774,395</b>	<b>11,188,879</b>	<b>146,305,736</b>	<b>81,962,735</b>	<b>64,343,001</b>

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury.

**V. 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-Endebess 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.

*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 Equivalent.**

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 30<sup>TH</sup> June 2023 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> 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 30<sup>th</sup> 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.

7. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B185049	7,000,000.00	
AIE NO B185329	6,000,000.00	
AIE NO B185590	15,000,000.00	
AIE NO B185877	5,000,000.00	
AIE NO B206334	12,000,000.00	
AIE NO B205720	12,000,000.00	
AIE NO B205979	15,000,000.00	
AIE NO B207797	16,000,000.00	
AIE NO. B140876		33,000,000
AIE NO. B105429		44,000,000
AIE NO. B105756		22,000,000
AIE NO. B132488		6,000,000
AIE NO. B128800		12,000,000
AIE NO. B154398		16,000,000
AIE NO. B154291		20,000,000
AIE NO. B155807		17,088,879
<b>TOTAL</b>	<b>88,000,000</b>	<b>170,088,879</b>

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	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)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*Endebess Constituency  
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**3. Other Receipts**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	539,500
<b>Total</b>	-	539,500

*Endebess Constituency*

*National Government Constituencies Development Fund (NGCDF)*

*Annual Report and Financial Statements for The Year Ended June 30, 2023*

*Notes To the Financial Statements (Continued)*

**4. Compensation Of Employees**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
NG-CDFC Basic staff salaries	988,100	2,138,425
Personal allowances paid as part of salary	-	-
House Allowance	159,000	208,000
Transport Allowance	159,000	144,000
Leave allowance	-	24,000
Gratuity to contractual employees		659,722
Employer Contributions Compulsory national social security schemes	19,200	49,600
<b>Total</b>	<b>1,325,300</b>	<b>3,223,747</b>

**5. Committee Expenses**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Sitting allowance	2,044,800	7,018,900
Other committee expenses	-	-
<b>Total</b>	<b>2,044,800</b>	<b>7,018,900</b>

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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	-	-
Communication, supplies and services	94,450	95,000
Domestic travel and subsistence	684,462	1,281,850
Printing, advertising and information supplies & services	44,000	46,400
Rentals of produced assets	-	-
Training expenses	945,700	1,052,000
Hospitality supplies and services	331,500	274,150
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	533,560	232,000
Fuel , oil & lubricants	699,867	725,103
Other operating expenses	-	254,870
Bank Charges	3,600	99,560
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	313,286	630,867
Routine maintenance- other assets	65,500	40,600
<b>Total</b>	<b>3,630,925</b>	<b>4,705,400</b>

*Endebess Constituency*

*National Government Constituencies Development Fund (NGCDF)*

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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)	7,620,000	35,950,000
Transfers To Secondary Schools (See Attached List)	27,000,000	60,375,000
Transfers To Tertiary Institutions (See Attached List)	-	5,000,000
<b>Total</b>	<b>34,620,000</b>	<b>101,325,000</b>

**8. Other Grants and Other transfers**

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	23,580,000	22,883,000
Bursary – tertiary institutions (see attached list)	9,339,000	11,319,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	1,000,000.00	6,500,000
Sports projects (see attached list)	-	1,900,000
Environment projects (see attached list)	-	2,400,000
Emergency projects (see attached list)	6,107,400	9,287,597
Roads projects (see attached list)	-	-
<b>Total</b>	<b>40,026,400</b>	<b>54,372,597</b>

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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	-	-
Purchase of Vehicles and Other Transport Equipment	315,310	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
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	-	-
Purchase of computers, printers and other IT equipment	-	300,000
<b>Total</b>	<b>315,310</b>	<b>300,000</b>

**10. Oversight Committee Expenses**

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

**11. Other Payments**

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	2,739,250
	-	2,739,250



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**12. Cash Book Bank Balance**

	<i>2022-2023</i>	<i>2021-2022</i>
<b>Name Of Bank, Account No. &amp; Currency</b>	<b>Kshs</b>	<b>Kshs</b>
<b>12A: Bank Accounts (Cash Book Bank Balance)</b>		
<i>Equity Bank, A/C NO. 0330261608206</i>		
<b>Total</b>	<b>9,811,660</b>	<b>3,670,898</b>
<b>12 B: Cash on Hand</b>		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations ( <i>Specify</i> )	-	-
<b>Total</b>	-	-
<i>[Provide Cash Count Certificates for Each]</i>	<b>9,811,660</b>	<b>3,670,898</b>

**13. Outstanding Imprests**

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<b>Total</b>		-	-	-

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**Notes to the Financial Statement Continued**

**14. Retention and Gratuity**

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

<b>14 B. Gratuity</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>KShs</b>	<b>KShs</b>
Gratuity as at 1 <sup>st</sup> July (A)	-	103,497
Gratuity held during the year (B)	-	659,722
Gratuity paid during the Year (C)	-	763,218
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	-	<b>0.40</b>

**15. Fund Balance B/F**

	<b>2022-2023</b>	<b>2021-2022</b>
	<b>(1<sup>st</sup> July 2023)</b>	<b>(1<sup>st</sup> July 2022)</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	9,811,660	6,830,910
Cash in hand	-	-
Imprest	-	-
Total	-	-
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	9,811,660	6,830,910

*[Provide short appropriate explanations as necessary]*

**Endebess Constituency**  
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**16. Prior Year Adjustments**

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables (Gratuity)	-	-	103,497
Receivables	-	-	-
Others ( <i>specify</i> )	-	-	-
<b>Total</b>	-	-	<b>103,497</b>

\*\* 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 <sup>st</sup> July (A)	-	-
Imprest issued during the year (B)	3,519,400	8,259,420
Imprest surrendered during the Year (C)	3,519,400	8,259,420
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 <sup>st</sup> 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)**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**19.2: Pending Staff Payables (See Annex 2)**

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

**19.3: Unutilized Fund (See Annex 3)**

	<i>2022-2023</i>	<i>2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Compensation of employees	1,588,404	1,505,859
Committee expense	1,245,980	-
Use of goods and services	2,516,821	3,718,967
Amounts due to other Government entities (see attached list)	24,200,000	7,198,330
Amounts due to other grants and other transfers (see attached list)	8,607,115	3,403,509
Acquisition of assets	84,166	-
Oversight Committee Expenses	1,251,000	-
Other Payments ( <i>specify</i> )	4,049,500	(1,913,844)
Funds pending approval	20,800,015	510,953
<b>Total</b>	<b>64,343,001</b>	<b>14,423,774</b>

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19.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	15,190,707	46,192,501
<b>Total</b>	<b>15,190,707</b>	<b>46,192,501</b>

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**XVI. 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	
<b>Construction of buildings</b>					
1.	-	-	-	-	-
2.					
3.					
Sub-Total					
<b>Construction of civil works</b>	-	-	-	-	-
4.					
5.					
6.					
Sub-Total					
<b>Supply of goods</b>	-	-	-	-	-
7.					
8.					
9.					
Sub-Total					
<b>Supply of services</b>	-	-	-	-	-
10.					
Sub-Total					
<b>Grand Total</b>	-	-	-	-	-

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**Annex 2 - Analysis of Pending Staff Payables**

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 20xx	Comments
NG-CDFC Staff	-	-	-	-
1.				
2.				
3.				
Sub-Total	-	-	-	-
Grand Total	-	-	-	-

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**Annex 3 – Unutilized Fund**

<b>Name</b>	<b>Brief Transaction Description</b>	<b>Outstanding Balance 2022-2023</b>	<b>2021-2022</b>	<b>Comments</b>
Compensation of employees	Staff Salaries	1,588,404	1,505,859	
Committee Expenses	Allowances	2,018,980	-	
Use of goods & services		2,701,221	3,718,967	
Amounts due to other Government entities				
Mubere Secondary school	Construction of 1 No. Classroom	2,500,000	2,500,000	
Mubere Secondary School	Construction of Multipurpose Hall	2,000,000	-	
Kimwondo Secondary school	Construction of Dormitory	1,000,000	1,000,000	
St. Mathews Secondary School Cheptantan	Construction of Bio digester	500,000	500,000	
Nalulingo Secondary School	Construction of 1 No. Classroom		(1,500,000)	
Endebess Technical Training Institute	Construction of Multipurpose Hall		4,698,330	
Toboo Primary School	Construction of 2 classrooms	2,000,000		
Endebess Centre Secondary School	Construction of 4 classrooms	5,000,000		
St. Peter's Kietkei Secondary School	Construction of twin Laboratory	3,000,000		
Cheptikit Secondary School	Construction of twin Laboratory	3,000,000		
Sub-Total		<b>17,000,000</b>	<b>7,198,330</b>	
Amounts due to other grants and other transfers				
Emergency	To cater for unforeseen occurrences	2,984,530	1,345,059	
Bursary	To pay for the tuition fee	536,000	341,000	
Sports	Organise for the Constituency tournament	4,129,185	(83,000)	
Security	Enhance security in the constituency	0	1,800,450	



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Name	Brief Transaction Description	Outstanding Balance 2022-2023	2021-2022	Comments
Sub-Total		7,649,715	3,403,509	
Acquisition of assets		84,166		
Oversight Committee Expenses (itemize)				
Accommodation		240,000		
Advertising, Awareness and Publicity		50,000		
Committee Expenses		300,000		
Daily Subsistence Allowance		500,000		
Refined Fuels and Lubricants		161,000		
Others ( <i>specify</i> ) Strategic Plan		3,500,000	825,406	
Other Payments		539,500		
Sub-Total		4,049,500	825,406	
Funds pending approval			510,953	
Kokwo Girls Secondary School		3,000,000		
Kokwo Girls Secondary School		1,500,000		
Korong Secondary School		2,000,000		
Njoro Secondary School		2,000,000		
Endebess TTI		2,000,000		
Chebribei Primary School		500,015		
Sendera Primary School		1,000,000		
Toboo Secondary School		2,500,000		
St. Peters Kietkei Secondary School		1,500,000		
Kimwondo Secondary School		2,200,000		
Environment		2,600,000		
Grand Total		64,343,001	14,423,774	

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**Annex 4 – Summary of Fixed Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) 2021-2022</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) At Year End</b>
Land				
Buildings and structures	24,054,834	-		24,054,834
Transport equipment	6,253,343	315,310	-	6,568,653
Office equipment, furniture and fittings	1,243,000	-	-	1,243,000
ICT Equipment, Software and Other ICT Assets	742,500	-	-	742,500
Other Machinery and Equipment	26,750	-	-	26,750
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-		-
<b>Total</b>	<b>32,021,262</b>	<b>315,310</b>	<b>-</b>	<b>32,336,572</b>

**Endebess Constituency****National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023****Annex 5 –PMC Bank Balances As At 30<sup>th</sup> June 2023**

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2022-2023
Chebrirbei Primary School	Equity	330277410132	799,678	793,183
Administration Police Endebess	Sidian Bank	1026030011641	255	255
AIC Cheberem Primary School	Equity	330268578054	2,631	2,298,975
Amani Primary School	Equity	330266690863	566,810	133,579
Andersen High School	Equity	330264699473	4,357	4,357
Andersen Primary School	Equity	330261040523	0	1,280
Atenus Primary School	Sidian	01026030012318	5,295	2,298,975
Basale Primary School	Equity	330192660551	551	10,062
Bwala Secondary School	Equity	330299588829	310,062	10,062
Cheberem Primary School	Co-op Bank	1139268558500	85,785	885,401
Chelulus Primary School	Equity	330278736583	105,479	33,480
Chemkengen Primary School	Equity	330192662758	9481	9,481
Chemkengen Secondary School	Sidian	01026030012348	28,714	1,600,015
Chepchoina Police Station	Sidian	1026030012108	1,223	1,223
Chepchoina Primary School	Equity	330281029819	72,643	800,795
Chepchoina Secondary School	Equity	330267149101	42	42
Chepkwirot Primary School	Equity	330269592154	178	18
Chepnyalil Primary School	Equity	330268581530	105,130	1,223
Chepsalei Primary School	Equity	330198772827	3,765	106,382
Chepsalei Secondary School	Equity	330299493719	9,271	9,271
Cheptantan Primary School	Equity	330290746218	41	41
Cheptikit Primary School	Equity	330277385096	2,002,825	2,825
Chesitia Primary School	Equity	330261721889	2,196	2,196
Chorlim Primary School	Sidian Bank	1026030011651	915	915
Chorlim Sub-location	Equity	330165416833	35,150	35,150

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<b>PMC</b>	<b>Bank</b>	<b>Account number</b>	<b>Bank Balance 2022-2023</b>	<b>Bank Balance 2022-2023</b>
DRP Keben Primary School	Equity	330266850389	42,716	3,698
Endebess Centre Primary School	Sidian Bank	1026030011881	375	558,900
Endebess Recreation and Social Dev.	Equity	330266715113	293	401,413
Endebess TTI	Sidian Bank	1026030011901	4,369,787	4,552,672
Feedlot Primary School	Equity	330290840915	5,590	5,590
Imbuye Primary School	Equity	330269158736	606	1,041
Japata Secondary School	Equity	330264495532	1,973	1,973
Kaibei Location	Equity	330169027442	39	-
Kaisheber Primary School	Equity	330298964600	313,995	13,995
Kamaroko Primary School	Equity	330269055059	21,141	21,141
Kapkures Primary School	Equity	330198772493	36,799	55
Kayos Primary School	Co-operative	1139269963100	3,331	3,332
Kiboi Primary School	Equity	330262666896	203,756	3,756
Kibosit Primary School	Equity	330278933156	209	209
Kietkei Primary School	Equity	330290881582	1,567	1,627
Kietkei Secondary School	Equity	330290881582	1,567	1,627
Kimwondo Police Post	Sidian Bank	1026030011951	2,477	78,977
Kimwondo Primary School	Equity	330192677855	286	286
Kimwondo Secondary School	Equity	330293646213	1,639,893	4,736,779
Kipsibo Primary School	Equity	330198765302	7798	7,798
Kitinda Primary School	Equity	330270885297	19,063	841,793
Kitum High School	Equity	330290814763	2510	8,000,000
Kitum Primary School	Equity	330290814763	2510	2 509.65
Koibei Primary School	Equity	330266654404	24680	24,680
Korong Primary School	Equity	330261630536	72,757	303
Labot Primary School	Equity	330268709472	6	11,075
Lutaso Primary School	Equity	330297420356	2,261	2,261

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

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2022-2023
Lutaso Secondary School	Equity	330297420356	2,261	2,261
Maendeleo Kwa Wote	Equity	330164387606	2375	2,375
Maliki Primary School	Equity	330290715625	6,648	6,648
Matumbei Ass. Chief's Office PMC	Sidian Bank	1026030011661	4915	4,915
Matumbei Primary School	Equity	330192677752	1,835	806 540.40
Matumbei Sceondary School	Equity	330190813861	0	-
Matumbei's Chief Office PMC	Sidian Bank	1026030011911	63	63
Moss Memorial Primary School	Equity	330269273816	1,082	1,080
Mubere Assistant Chief's Office	Sidian Bank	1026030011591	2,029	2,029
Mubere Primary School	Equity	330192657097	64,443	64 442.90
Mubere Secondary School	Equity	330290726630	64,443	640 176
Mwolem Market Association	Equity	330160527079	4,245	4,245
Nabakhwana Primary School	Equity	330271954208	200,234	234
Nabeki Primary School	Equity	330268550510	2,773	800 053.15
Naifarm Primary School	Equity	330290853678	1,986	1,986
Nalulingo Secondary School	Equity	330266676708	23,400	1,785,114
Nalulingo Primary School	Equity	330295912190	57,213	303
Naminit Primary School	Equity	330261721889	2,196	2,196
Nauyapong Primary School	Equity	330297426055	1,519	1 518.80
Njoro Primary School	Equity	330193418554	51,125	942
Njoro Secondary School	Co-op Bank	1139599506600	365,840	819,980
Robinson primary school	Equity	330261593186	131,800	11,741
Rwanda Primary School	Equity	330268597051	626,676	1,401,237
Sabwani Primary School	Equity	330192686574	27	20,087
Salama Primary School	Sidian	1026030011921	175,537	1,600,015
Salama Secondary School	Sidian	1026030012238	459,306	800,795
Sendera Primary School	Sidian Bank	1026030011821	110,615	500,735

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2022-2023
St. Barnabas Sec. School	Equity	330265885412	8,553	428,646
St. Barnabas Sec. School	Equity	330290753728	71,638	168,344
St. Francis Of Asis Koronga Sec. School	Equity	330290818059	94,413	94,413
St. Mary's Nai Girls Sec. School	Equity	330263650267	406,604	5,027,773
St. Mathews Sec. School Cheptantan	NBK	1025048569701	31,188	16,000
St. Veronica Kokwo Girls	Equity	330263591529	1,061,895	4,554,474
Suam Primary School	Equity	330261804916	7,355	7,355
Testbourne Primary School	Equity	330290755537	80,405	157,325
Titmet Girls Secondary School	Equity	330268501928	20,272	370,392
Titmet Primary School	Equity	330290734760	1,852	1,853
Tulwop Kesis Primary School	Equity	330268661063	111,484	82,990
<b>Total</b>			<b>15,190,707</b>	<b>46,192,710</b>

**Endebess Constituency**

**National Government Constituencies Development Fund (NGCDF)**

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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)
1	Unsupported Other Receipts	Treasury to reconcile	Not Resolved	30/6/2024
2	Accuracy of cash and cash Equivalents	The books to be restated	Not Resolved	30/6/2024
3	Unsupported prior year Adjustment	To be supported	Not Resolved	30/6/2024
4	Misstatement of Transfers from the Board	The figure to be restated	Not Resolved	30/6/2024
5	Unsupported Project Management Committee Balances.	To avail bank accounts	Not Resolved	30/6/2024
6	Ownership, Valuation and Existence of Assets.	Asset register has been updatd	Not Resolved	30/6/2024
Other Matter	Unresolved Prior Year Matters	To be resolved with auditor 2024	Not Resolved	30/6/2024
1.0	Project Implementation	Implementation on course	Not Resolved	30/6/2024
1.1	Construction of Student Hostel	The Project is complete and in use	Not Resolved	30/6/2024
1.2	Construction of Dormitory at St. Pauls Kitum High School	The Project now in use	Not Resolved	30/6/2024
1.3	Construction of Dormitory at St. Veronica Kokwo Girls High School	The Project is complete and in use	Not Resolved	30/6/2024
1.4	Construction of Multipurpose Hall at St. Veronica Kokwo Girls High School.	The Project is complete and in use	Not Resolved	30/6/2024
1.5	Project Management Committee Records and Reports	The Projects are complete and in use.	Not Resolved	30/6/2024

**Benson Tindi**

**Name**

**Fund Account Manager.**