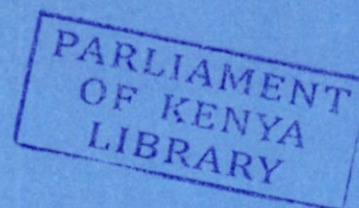


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 07 AUG 2024 WED 7/8/2024

OF

TABLED BY: Deputy Majority Whip
Anastacia Thumbi

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
SABOTI CONSTITUENCY**

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





NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

SABOTI CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30th 2023

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

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I. Acronyms and Glossary of Terms

1. NGCDF-National Government Constituency Development Fund
2. PFM-Public Finance Management
3. IPSAS-International Public Sector Accounting Standards.
4. PMC-Project Management Committee
5. FY-Financial Year
6. NGCDFC- National Government Constituency Development Fund Committee
7. ARMC-Audit and Risk Management Committee
8. NASC-National Assembly Select Committee
9. NA-National Assembly
10. PSASB-Public Sector Accounting Standards Board
11. PAC-Public Accounts Committee
12. CFC-Consolidated Funds Committee
13. CS-Cabinet Secretary
14. PS-Permanent Secretary
15. NSCA-National Sub-County Accountant
16. FAM-Fund Account Manager
17. A.I.E – Authority to Incur Expenditure
18. D.C.I - Directorate of Criminal Investigation
19. A.I.A – Appropriation-In-Aid
20. I.C.T – Information and communication Technology
21. C.O.C – Constituency Oversight Committee
22. A.P – Administration Police
23. NGCDFB - National Government Constituencies Development Fund Board

II. 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 NG-CDF Saboti Constituency 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 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Mr. John Eric Gitonga
2.	National Sub-County Accountant	CPA Oringo Tony Griffins
3.	Chairman NGCDFC	Mr. Christopher Kweyu
4.	Member NGCDFC	

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NG-CDF Saboti Constituency. 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) NG-CDF Saboti Constituency Headquarters

P.O. Box 1330-30200
Saboti NG-CDF Complex
Kitale Town
Kitale, KENYA

(e) NG-CDF Saboti Constituency Contacts

Telephone: (254) 721-210316
E-mail: cdfsaboticonstituency@ngcdf.go.ke
Website: www.cdfsaboticonstituency.go.ke

(f) NG-CDF Saboti Constituency Bankers

Cooperative Bank Kenya Limited

Kitale Branch

A/C No.01141599096300

P O Box -1330-30200

Kitale town, Kenya.

(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



Mr. Christopher Kweyu.

On behalf of NG-CDF Saboti Constituency Committee and staff, I am profoundly glad in presenting the FY 2022/2023 annual report and financial statements for the fund.

NG-CDF Saboti Constituency committee continued to discharge its core mandate in prudent, transparent and accountable management of the fund, considering projects proposals as proposed by the residents of NG-CDF Saboti Constituency and ensure that all approved projects meet the requirements of sec 24 of the NG-CDF Act 2015, Capacity

building of the project management committees (Pmc`s), monitoring and evaluation of the funded projects. As per the provisions of the NGCDF Act 2015(as amended in 2022), this was achieved mainly through timely disbursement of received funds to the project management committees (Pmc`s), projects monitoring and regular NG-CDF committee meetings.

NG-CDF Saboti Constituency committee registered exemplary performance in the year under review as demonstrated by implementation of projects, programmes and activities in the sectors of Education, security, sports and environment which fall within the mandate of the Fund established by the NG-CDF ACT 2015(as amended in 2022).

The fund augmented the national government`s infrastructure development in education sector through construction, renovation and equipping of schools.

In detail, NG-CDF Saboti Constituency has been able to achieve the following during the financial year;

A total of 18 classrooms, 4 dormitories, 2 laboratories, 2 administration blocks 1 teachers house, 2 dining halls and 12 toilet blocks were constructed and or renovated through the allocation to the fund.

The fund's contribution towards education infrastructure across the constituency supported the 100% government transition policy. NG-CDF Saboti Constituency committee also allocated funds for the construction of 3 security facilities amounting to Kshs. 2,200,000 in the year which have enhanced security in the constituency.

In addition, the fund supported retention of students in secondary and tertiary institutions through allocation of bursary. During the financial year, a total of Kes. 42,777,239 was allocated as bursary to needy students in the constituency. NG-CDF Saboti Constituency committee has developed bursary award criteria to ensure only the needy students are awarded bursary.

A). Budget Performance

In the financial year 2022/2023 NG-CDF Saboti budget performance against actual amounts for current year based on economic classification and programmes, was very impressive due to timely disbursement of funds to the constituency by the NG-CDF Board,

In the financial year ended June 30th, 2023, NG-CDF Saboti had a cumulative approved budget of Kshs 146,312,724 and sixty Percent (60%) of the budget was disbursed to the constituency by the NGCDF Board within the financial year.

NG-CDF Saboti disbursed the received funds as follows:

Kes 14,900,000 was disbursed to various schools and other government agencies for implementation of the approved projects,

Kes 42,286,340 was issued as bursaries to needy students in the constituency,

Kes 10,088,225 was used in payment of NG-CDF committee allowances, monitoring, evaluation, use of goods and services and other administration expenses,

Kes 1,085,904 was used in payment of NG-CDFC staff salaries and gratuity,

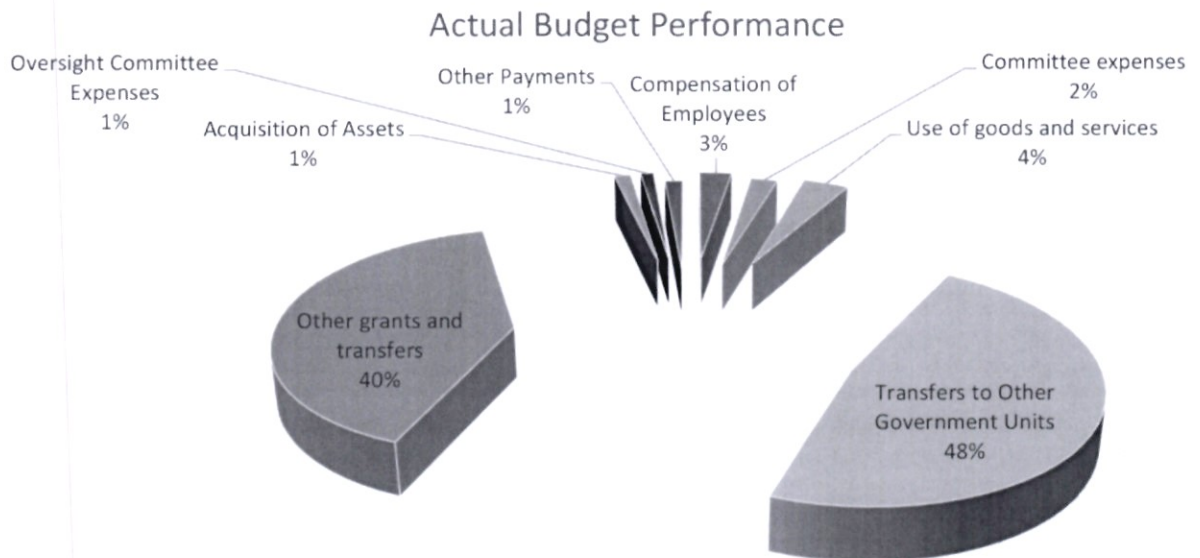
Kes 600,000 was used to fund Security projects in the constituency during the financial year,

Kes 496,485 was used to fund Environment projects in the constituency during the financial year,

Kes 2,400,000 was used to fund emergency occurrences in the constituency,

The performance during the year is summarised as follows;

PAYMENTS	Final Budget	Total Expenditure	Budget utilization difference
Compensation of Employees	3,733,444	1,085,904	2,647,540
Committee expenses	2,675,817	3,071,000	(395,183)
Use of goods and services	5,649,696	6,676,225	(1,026,529)
Transfers to Other Government Units	69,736,587	14,900,000	54,836,587
Other grants and transfers	58,901,139	45,782,825	13,118,314
Acquisition of assets	1,879,422	-	1,879,422
Oversight Committee Expenses	1,451,722	341,000	1,110,722
Other Payments (Strategic Plan)	2,000,000	-	2,000,000
Funds Pending Approval	284,898		284,898
TOTAL	146,312,724	71,856,954	74,455,770



Herein attached are pictorials to depict successful projects undertaken during the year.



Saboti NGCDF Office, F/Y 2019-2020, Construction of NG-CDF Office
Impact: improved service delivery to the public



Caleb Amisi centre of excellence construction of 8 classrooms block, F/Y 2020-2021
Impact: to enhance transition from primary to secondary school.



Legemet Primary School- construction of 1 classroom F/Y 2022-2023
Impact: to ease the congested and overburdened classrooms



Makhele Primary School- renovation of 4 classrooms

Impact: to improve the learning environment of the learners

B). Emerging issues related to NG-CDF Saboti Constituency are;

- ❖ Education, Security, Sports, Environment, Water and Roads sectors almost entirely depend on NG-CDF on infrastructure development.

- ❖ Prioritization of projects to fund is becoming more difficult due to the numerous high impact and deserving projects being proposed by the residents.
- ❖ Increase in population is piling pressure on NG-CDF to allocate more funds to various development infrastructure to cater for the residents.
- ❖ There's a growing Need to compete with the county government in infrastructure development to justify the long existence of NG-CDF.

C). NG-CDF Implementation challenges in NG-CDF Saboti Constituency are;

- ❖ Overdependence on the fund by the public and National government functions on all development related needs.

(To overcome this, NG-CDF Saboti Constituency Committee employs public participation at the ward level in identification of priority projects for funding and bursary beneficiaries within the constituency).

- ❖ Funds disbursement from the board is untimely and unpredictable leading to delays in execution of budgets occasioning unnecessary budgetary adjustments and delays in the implementation of approved projects.

(NG-CDF Saboti Constituency committee continues to work with the board to facilitate timely disbursement of funds and will endeavour to disburse funds to the project management committees (PMC`s) as soon as it receives).

- ❖ Many projects are allocated funds (thinly spread projects)- leading to projects receiving insufficient funds

(To overcome this challenge, NG-CDF Saboti Constituency Committee is focusing on allocating enough funds to complete the project within at most 2 years).

Moving forward NG-CDF Saboti Constituency Committee remains steadfast in delivering on our mandate of transforming lives (maendeleo kwa wote) thus creating a better society for all.

.....


**Mr. Christopher Kweyu
Chairperson NG-CDF Saboti Constituency 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 *NG-CDF Saboti Constituency 2022-2027* plan are to:

(Enumerate all the objectives of the constituency as per the Strategic Plan)

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:

s	Objective	Outcome	Indicator	Performance
Education	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>	<i>number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels</i>	In FY 22/23 -we increased number of classrooms in Primary Schools by 8classrooms, secondary schools by 10 classrooms, 2dormitories, 2laboratories and Pit Latrines by an extra 12 in the various schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	To have a safe and secure environment for business, learning and where the residents go	-Decrease in the number of insecurity related incidents. -Improved security and a more secure	-Numbers of usable physical infrastructure build in Police stations. Chief's offices, DCI and county Commissioners security facilities.	In FY 22/23 We built three chiefs offices,2 police offices and blocks,3 staff houses in various security installations/locations in the constituency.

	about their lives without fearing for their lives and property.	business environment	-	
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.	Number of tree seedlings planted in public land. -sustainable environmental management activities.	In FY 22/23 - we increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in various schools approximately 5,000 in number
Sports	To Nurture sporting talent, this pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.	Increased engagement and persons earning a decent living from exploiting their sporting talent. -reduced unemployment rate among the youth.	Number of youths, women and persons living with disabilities taking up sporting activities. -Number of usable physical sporting infrastructure build.	In FY 22/23 -we organised the constituency sports tournament where trophies, games kits and balls were awarded to the winning teams in every ward in the constituency.
Emergency	To be able to urgently address Unforeseen occurrences in the constituency.	Immediate restoration of daily activities at minimum disruption of daily life occasioned by unforeseen Occurrences.	Numbers of usable physical infrastructure build and other emergency related activities addressed.	In FY 22/23 -we constructed Pit latrine blocks and re-roofing of classrooms in various schools When the schools were facing immediate closure by the county department of health.

V. Statement of Governance

Functions and appointment 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.

Appointment

Regulation 5(1) makes reference to procedure of member selection, the members of a Constituency Committee provided for under section 43(2) (b), (c) and (d) of the CDF Act shall be selected by a selection panel established under paragraph (4) upon an occurrence of a vacancy in the Constituency Committee. Regulation 5(2) refers to occurrence of a vacancy, a vacancy shall occur in Constituency Committee upon—

- a) Commencement of a new parliamentary term;
- b) Dissolution of a Constituency Committee;
- c) Removal of a member of a Constituency committee; or
- d) The occurrence of a vacancy in a Constituency Committee.

Regulation 5 (3) refers to constitution of a selection panel, upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.

Regulation 5(4) refers to members constituting selection panel, the selection panel referred to in paragraph (1) shall consist of—

- a) One person nominated by the national government official in charge of the sub-county or a Designated representative, who shall be the chairperson of the selection panel;
- b) The Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- c) Two persons, one of either gender, nominated by the Constituency office.

Regulation 5(5) refers to invitation of applicants for appointment to be members of the committee, the officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

Regulation 5(6) the selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section 43(2)(b)(c) and (d) of the Act

Regulation 5(7), the officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel.

Regulation 5(8) the Board shall co-opt the person referred to in section 43(2)(g) of the Act to ensure equitable representation in the membership of a Constituency Committee.

Regulation 5(9) refers to notification on nomination, the Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency.

Regulation 5(10) the Board shall submit the names of the seven persons selected from each Constituency in accordance with section 43(2, (b), (c), (d) and (e) of the Act to the National Assembly for approval.

Regulation 5(11) refers to appointment and resignation, the Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Kenya Gazette.

The selection panel shall stand dissolved upon the appointment of the members of a Constituency Committee. The Board shall, within fourteen days after gazettelement of the members of a Constituency Committee inform the members of their appointment in writing.

A member of a Constituency Committee who is appointed under section 43 (2) (b), (c), (d), (e) and (g) may at any time resign from office by giving notice, in writing, to the officer of the Board and a copy thereof to the Board.

At least one of the Constituency Committee members appointed under section 43(2), (b), (c) or (d) shall be a mandatory signatory to the Constituency accounts.

Removal of a member of NGCDF Committee

Regulation 10 (1) refers to removal of a member, the members of a Constituency Committee may remove a member in accordance with section 43 (13) and (14) of the Act upon receipt of a complaint against a member.

A complaint against a member of a Constituency Committee shall be deposited with the National Government Constituency Office. The complaint referred to in paragraph (2) shall clearly set out the particulars of the issues complained of.

The Secretary shall convene a special meeting in accordance with these Regulations to deliberate on the complaint, but the member against whom the complaint is raised shall not participate in such a meeting.

If, at a meeting held pursuant to paragraph (4), members determine that sufficient grounds exist requiring the member against whom the complaint is raised to respond to the issues complained of, the secretary shall by notice, require the member to respond to the issues received in the complaint within fourteen days of the date of the notice.

A copy of the complaint and any other grounds of removal shall be attached to the notice issued under paragraph (5).

The member against whom the complaint is raised may be required to respond to the complaint in writing.

The member against whom a complaint is raised may, in addition to the written response required under paragraph (7), elect to be heard orally, and a Constituency Committee may hear such a member.

The member against whom a complaint is made may call witnesses.

If the member against whom a complaint is raised chooses not to submit a response in writing or to attend the hearings, a Constituency Committee may proceed to determine the matter.

Notwithstanding paragraph (10), a Constituency Committee may summon the member against whom the complaint is made to clarify any issue, and such member shall attend the hearing.

If the member against whom a complaint is made fails to respond to the complaint as may be directed by a Constituency Committee, the Committee may proceed and make a determination based on the evidence available.

A Constituency Committee shall issue its decision on the complaint within seven days after the conclusion of the hearing. If a Constituency Committee resolves to remove the member against whom a complaint is made, the secretary shall communicate the decision of the Constituency Committee to the Board within fourteen days of the decision.

The communication to the Board under paragraph (14) shall include duly executed proceedings, together with all the supporting documents.

The Board shall, within thirty days after receipt of the communication in paragraph (14), consider the matter and issue a final declaration which shall be binding on all parties.

A Constituency Committee may remove the Chairperson or secretary from their respective positions for failing to perform their functions, under regulations 8 and 9 respectively.

A Constituency Committee shall inform the Chairperson or Secretary of the reasons for the proposed removal, and shall give the Chairperson or Secretary reasonable opportunity to be heard.

A Chairperson or secretary who is removed pursuant to paragraph (19) shall continue to discharge duties as a member of the Constituency Committee.

At least two thirds of the total membership of a Constituency Committee shall be required to remove the Chairperson or secretary from office.

The functions of a Constituency Committee shall be to –

- a) Build the capacity of project management committees and Committee and sensitize the Community on the operations of the Fund;
- b) Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- c) Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- d) Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans;
- e) In approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
- f) Consult with relevant government departments to ensure that cost estimates for projects are realistic;
- g) In considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects;
- h) Subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- i) Rank projects proposals in order of priority while ensuring that on-going projects take precedence;
- j) Ensure that all projects receive adequate funding and are completed within three years;

- k) Where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- l) ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board;
- m) Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- n) Ensure that project reports are prepared and submitted to the Board;
- o) Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects;
- p) Ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund;
- q) Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;
- r) Collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- s) Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;
- t) Submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain-
- u) A list of all the new projects commenced during the financial year and their completion status; and A list of all projects approved, funded and commenced during previous financial years, and their completion status;
- v) Enter into performance contracting with the Board on an annual basis;
- w) In exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
- x) Receive returns from project management committees in accordance with regulation 15;
- y) Maintain a database of project management committees and reports from the respective committees;

- z) ensure that the reports referred to in paragraph (x) are received before funding is released for each phase of the project being implemented:
- aa) Record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office;
- bb) Receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- cc) Ensure that the committee does not enter into commitments for which funding has not been allocated;
- dd) Ensure projects are labelled in accordance with the guidelines issued by the Board; and
- ee) Perform any other function assigned to it by the Board.

VI. Environmental and Sustainability Reporting

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

- a. **Education and Training:** NG-CDF Saboti 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 Saboti 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 Saboti 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 Saboti Constituency 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 depressed economic performance that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as a development strategy within the constituency. On macro levels FY 2022/2023 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar
- Sensitization of youth/ community on the impact of drugs by construction of police stations supported NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.

3. Employee welfare

We invest in providing the best working environment for our employees. NG-CDF Saboti 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. NG-CDF Saboti 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-

NGCDF Saboti 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 Saboti 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-

NGCDF Saboti Constituency 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.

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

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John Eric Gitonga
Fund Account Manager.

VII. 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 Saboti 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, 2023. 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.

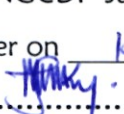
The Accounting Officer in charge of the NGCDF Saboti Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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 Saboti 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 Saboti Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants

(where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency*'s financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF Saboti Constituency financial statements were approved and signed by the Accounting Officer on 15/03 2024.


.....

Name: Mr. Christopher Kweyu
Chairman – NGCDF Committee


.....

Name: John Eric Gitonga
Fund Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
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HEADQUARTERS
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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Saboti Constituency set out on pages 1 to 57, 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 appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all

the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Saboti 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 National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unsupported Project Management Committee Balances

Note 19.4 to the financial statements reflects Nil Project Management Committee (PMC) bank balance which differs with Annex 5 balance totalling Kshs.357,023 resulting to an unexplained variance of Kshs.357,023. Further, the cashbooks, bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the Nil PMC bank balance Kshs.357,023 could not be confirmed.

2. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount of Kshs.45,782,825 and as disclosed in Note 8 to the financial statements which includes bursary payments amounting to Kshs.22,148,340, Kshs.18,186,000 and Kshs.1,952,000 disbursed to secondary schools, tertiary institutions and special schools respectively. However, no acknowledgement letters or receipts from the beneficiary institutions were provided for audit.

In the circumstances, the accuracy and completeness of bursary payments totalling Kshs.42,286,340 could not be confirmed.

3. Inaccuracies in Fixed Assets Register

Annex 4 to the financial statements on summary of fixed asset register reflects cumulative historical asset cost amount of Kshs.9,871,901 as at 30 June, 2023. The amount comprises of building and structures of Kshs.8,698,426, office equipment, furniture and fittings amounting to Kshs.99,300, ICT equipment and software and other assets Kshs.589,225 and other machinery and equipment Kshs.484,950. However, the detailed fixed assets register had a cumulative balance of Kshs.9,839,901 which differed with the financial statement balance of Kshs.9,871,901 by Kshs.32,000. In addition, the land on which the Fund's building and structures stands, was not valued and the land ownership documents were not provided for audit.

In the circumstances, the accuracy and completeness of the fixed assets register could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Saboti Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts and actual on comparable basis of Kshs.146,236,627 and Kshs.88,149,024 respectively resulting in an under-funding of Kshs.58,087,603 or 40% of the budget. However, the Fund spent Kshs.71,877,160 against actual receipts of Kshs.88,149,024, resulting in an under-utilization of Kshs.16,271,864 or 18% of the actual receipts.

The under-funding and under-utilization affected implementation of 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 were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Audit Matters

The audit report for the previous year highlighted several issues in respect of 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 report on the progress made in resolving the issues, at Annex 6 on other important disclosures indicates that the issues remained unresolved as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

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

Basis for Conclusion

Projects Implementation Status

During the year under review, Management budgeted to implement a total of eighty (87) projects under various sectors with a total allocation of Kshs.146,027,826. However, the project implementation status report revealed that a total of thirteen (13) projects with an allocation of Kshs.15,500,000 had not started or were incomplete. In addition, four (4) projects with a budget of Kshs.31,436,587 were not funded.

Delay in implementation and or non-funding of projects denied the public the expected services.

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, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The Standards require that I plan and perform the audit to obtain assurance about whether 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

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 the 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 governance.

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

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

which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


20 June, 2024


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


	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	87,000,000	182,177,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	208,801	-
Total Receipts		87,208,898	182,177,758
Payments			
Compensation Of Employees	4	1,085,904	2,976,104
Committee expenses	5	3,071,000	8,547,308
Use Of Goods and Services	6	6,696,431	5,487,240
Transfers To Other Government Units	7	14,900,000	69,450,000
Other Grants and Transfers	8	45,782,825	109,019,352
Acquisition Of Assets	9	-	3,548,386
Oversight Committee Expenses	10	341,000	-
Other Payments	11	-	-
Total Payments		71,877,160	199,028,390
Surplus/(Deficit)		15,331,641	(16,850,632)

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

The Constituency financial statements were approved by the NGCDFC on 15/03/2024 and signed by:


 Fund Account Manager
 Name: John Eric Gitonga


 National Sub-County
 Accountant
 Name: CPA Oringo Tony
 Griffins
 ICPAK M/No: 6191


 Chairman NG-CDF Committee
 Name: Mr. Christopher Kweyu




NG-CDF Saboti 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
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	16,480,664	940,223
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		16,480,664	940,223
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		16,480,664	940,223
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		16,480,664	940,223
Represented By			
Fund Balance B/Fwd.	15	940,223	17,790,855
Prior Year Adjustments	16	208,801	-
Surplus/Deficit for The Year		15,331,641	(16,850,632)
Net Financial Position		16,480,664	940,223

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 15/03/2024 and signed by:

		
_____ Fund Account Manager Name: John Eric Gitonga	_____ National Sub-County Accountant Name: CPA Oringo Tony Griffins ICPAK M/No: 6191	_____ Chairman NG-CDF Committee Name: Mr. Christopher Kweyu

*NG-CDF Saboti Constituency
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XI. Statement of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	87,000,000	182,177,758
Other Receipts	3	208,801	-
Total Receipts		87,208,801	182,177,758
Payments			
Compensation Of Employees	4	1,085,904	2,976,104
Committee Expenses	5	3,071,000	8,547,308
Use Of Goods and Services	6	6,696,431	5,487,240
Transfers To Other Government Units	7	14,900,000	69,450,000
Other Grants and Transfers	8	45,782,825	109,019,352
Oversight Committee Expenses	10	341,000	-
Other Payments	11	-	-
Total Payments		71,877,160	195,480,004
Total Receipts Less Total Payments		15,351,847	(13,302,246)
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		15,331,641	(13,302,246)
Cash flow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	(3,548,386)
Net Cash Flows from Investing Activities		-	(3,548,386)
Net Increase in Cash and Cash Equivalent		15,331,641	(16,850,632)
Cash & Cash Equivalent at Start of The Year	12	1,149,024	17,790,855
Cash & Cash Equivalent at End of The Year	12	16,480,664	940,223

NG-CDF Saboti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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 15/03 2024 and signed by:

 _____	 _____	 _____
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: John Eric Gitonga	Name: CPA Oringo Tony Griffins ICPAK M/No: 6191	Name: Mr. Christopher Kweyu

*NG-CDF Saboti 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 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
Receipts							
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	145,087,603	940,223	-	146,027,826	87,940,223	58,087,603	60%
Proceeds From Sale of Assets		-		-	-	-	0%
Other Receipts		208,801		208,801	208,801	-	0%
Totals	145,087,603	1,149,024	-	146,236,627	88,149,024	58,087,603	60%
Payments							
Compensation Of Employees	3,318,884	414,560		3,733,444	1,085,904	2,647,540	29%
Committee Expenses	3,076,000	(400,183)		2,675,817	3,071,000	(395,183)	115%
Use Of Goods and Services	6,645,512	(995,817)		5,649,696	6,696,431	(1,046,735)	119%
Transfers To Other Government Units	69,736,587			69,736,587	14,900,000	54,836,587	21%
Other Grants and Transfers	58,358,898	542,241		58,901,139	45,782,825	13,118,314	78%
Acquisition of Assets	500,000	1,379,422		1,879,422	-	1,879,422	0%
Oversight Committee Expenses	1,451,722			1,451,722	341,000	1,110,722	23%
Other Payments	2,000,000			2,000,000	-	2,000,000	0%
Funds Pending Approval**		208,801		208,801		208,801	0%
Totals	145,087,603	1,149,024	-	146,236,627	71,877,160	74,359,467	49%

NG-CDF Saboti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

***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.

- Compensation of Employees is underutilized due to over budgeting for the same over the years.
- Transfers to Other Government Units is underutilized due to funds being received at the end of the financial year.
- Other Grants and Transfers is under-utilized due to funds being received at the end of the financial year.
- Acquisition of assets is underutilized due to Ongoing procurement procedures at the end of the financial year.
- Other Payments is underutilized due to funds being received at the end of the financial year.

Explanation on the changes between the original and final budget as per IPSAS 1.9.23.;

- Kes 940,223. Are the unutilized funds brought forward from FY 2021/2022(refer to cashbook/bank closing balance as at 30th June 2022).
- Kes 284,898. Are the Appropriations in Aid collected during the year amounting to Kes 76,097 and Bursary stale cheques amounting to Kesh.208,801 which were written back to the cashbook as at 30th June 2023.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	74,359,467
Less undisbursed funds receivable from the Board as at 30 th June 2023	58,087,603
	16,271,864
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	208,801.00
Cash and Cash Equivalents at the end of the 30 th June 2023	16,480,664

The Constituency financial statements were approved by NG CDFC on 15/03/2024 and signed by:





Fund Account Manager

National Sub-County Accountant

Chairman NG-CDF Committee

Name: John Eric Gitonga

Name: CPA Oringo Tony Griffins
ICPAK M/No: 6191

Name: Mr. Christopher Kweyu

***NG-CDF Saboti Constituency
National Government Constituencies Development Fund (NGCDF)
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*NG-CDF Saboti Constituency
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XIII. Budget Execution by Sectors and Projects for The Year Ended 30th June 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			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,318,884	414,560		3,733,444	1,085,904	2,647,540
1.2 Committee allowances	1,948,000	516		1,948,516	1,948,000	516
1.3 Use of goods and services	3,421,801	(495,245)		2,926,556	3,974,247	(1,047,691)
Sub-total	8,688,685	(80,170)	-	8,608,515	7,008,151	1,600,364
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,651,000	(4,043)		1,646,957	1,646,000	957
2.2 Committee allowances	1,128,000	(400,699)		727,301	1,123,000	(395,699)
2.3 Use of goods and services	1,572,711	(496,528)		1,076,183	1,076,183	-
Sub-total	4,351,711	(901,270)	-	3,450,441	3,845,183	(394,742)
3.0 Emergency						
3.1 Primary Schools						
Mwitha Primary School	1,900,000	-	-	1,900,000	1,900,000	-
Mwitha Primary School	500,000	-	-	500,000	500,000	-
3.2 Secondary schools	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-
3.5 Unutilised	5,236,190	458,655	-	5,694,845	-	5,694,845

*NG-CDF Saboti Constituency
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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			
Sub-total	7,636,190	458,655	-	8,094,845	2,400,000	5,694,845
4.0 Bursary and Social Security						
4.1 Primary Schools						
4.2 Secondary Schools	22,006,563	271,094	-	22,277,657	22,148,340	129,317
4.3 Tertiary Institutions	18,450,000	(203,214)	-	18,246,786	18,186,000	60,786
4.4 Special Schools	2,320,675	(18,892)	-	2,301,783	1,952,000	349,783
4.5 Social Security	-	-	-	-	-	-
Sub-total	42,777,239	48,987	-	42,826,226	42,286,340	539,886
5.0 Sports						
Constituency Sports Tournament	2,551,752	32,043	-	2,583,795	-	2,583,795
Regional Sports Tournament	350,000	-	-	350,000	-	350,000
Sub-total	2,901,752	32,043	-	2,933,795	-	2,933,795
6.0 Environment						
Mengo Primary School	58,035	-	-	58,035	58,035	-
Gituamba Primary School	58,035	-	-	58,035	58,035	-
Saboti Primary School	58,035	-	-	58,035	58,035	-
Kipsagam Primary School	58,035	-	-	58,035	58,035	-
Lukosi Secondary School	58,035	-	-	58,035	58,035	-
St. Peters' Mwitha Secondary School	58,035	-	-	58,035	58,035	-

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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			
St. James Bondeni Primary School	58,035	-	-	58,035	58,035	-
Wentagula Primary School	58,035	-	-	58,035	58,035	-
Maeni Primary School	58,035	-	-	58,035	32,205	25,830
Lukosi Primary School	58,035	-	-	58,035	-	58,035
Mwitha Primary School	58,035	-	-	58,035	-	58,035
Luanda Primary School	58,035	-	-	58,035	-	58,035
Berur Primary School	58,035	-	-	58,035	-	58,035
St. Anthony's Secondary Kinyoro School	58,035	-	-	58,035	-	58,035
Panocal Primary School	58,035	-	-	58,035	-	58,035
Tuuyokony Primary School	58,035	-	-	58,035	-	58,035
Tuuyokony Secondary School	58,035	-	-	58,035	-	58,035
Sukwo Primary School	58,035	-	-	58,035	-	58,035
St. Patrick's Koykoy Secondary School	58,035	-	-	58,035	-	58,035
St. John's Sikniwa Secondary School	58,035	-	-	58,035	-	58,035
St. Lucia Girls Secondary School	58,035	-	-	58,035	-	58,035
St. Veronica Chebukaka Secondary School	58,035	-	-	58,035	-	58,035
St. Thomas Aquinas Kapretwa Secondary School	58,035	-	-	58,035	-	58,035

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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			
Rafiki Chief's Office	58,035	-	-	58,035	-	58,035
Matisi Assistant Chief's Office	58,035	-	-	58,035	-	58,035
Kinyoro AP Camp	58,035	-	-	58,035	-	58,035
Saboti Police Post	58,035	-	-	58,035	-	58,035
Saboti Chief's Office	58,035	-	-	58,035	-	58,035
Municipality Chief's Office	58,035	-	-	58,035	-	58,035
Chemichemi AP Camp	58,035	-	-	58,035	-	58,035
Grassland Chief's Office	58,035	-	-	58,035	-	58,035
Gituamba Police Post	58,035	-	-	58,035	-	58,035
Matisi Girls Secondary School	58,035	-	-	58,035	-	58,035
Sango Secondary School	58,035	-	-	58,035	-	58,035
Saboti NG-CDF Office	58,035	-	-	58,035	-	58,035
Caleb Amisi Centre of Excellence Secondary School	58,035	-	-	58,035	-	58,035
Grassland Primary School	58,035	-	-	58,035	-	58,035
St. Josephs Primary School	58,035	-	-	58,035	-	58,035
Rafiki Primary School	58,035	-	-	58,035	-	58,035
St. Michaels Top Station Secondary	58,035	-	-	58,035	-	58,035
Top Station Primary School	58,035	-	-	58,035	-	58,035
Farm Prison Secondary School	58,035	-	-	58,035	-	58,035

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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			
Mung'oma Primary School	58,035	-	-	58,035	-	58,035
Masinde Muliro Primary School	58,035	-	-	58,035	-	58,035
GK Remand Prison Primary School	58,035	-	-	58,035	-	58,035
Township Primary School	58,035	-	-	58,035	-	58,035
Kaloleni Main Primary School	58,035	-	-	58,035	-	58,035
Eugene Wamalwa Primary School	58,035	-	-	58,035	-	58,035
Trans Nzoia Primary School	58,035	-	-	58,035	-	58,035
Prior Years unutilized balances		2,556		2,556	-	2,556
Sub-total	2,843,717	2,556	-	2,846,273	496,485	2,349,787
7.0 Primary Schools Projects (List all the Projects)						
Teldet Primary School	2,000,000	-	-	2,000,000		2,000,000
Legamet Primary School	1,300,000	-	-	1,300,000	1,300,000	-
Mengo Primary School	800,000	-	-	800,000	-	800,000
Kaloleni Primary Schoool	2,000,000	-	-	2,000,000	-	2,000,000
Lungai Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Cheptumbelio Primary School	1,300,000	-	-	1,300,000	-	1,300,000
Rafiki Primary School	1,300,000	-	-	1,300,000	-	1,300,000
Makhele Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Wetang'ula Primary School	1,300,000	-	-	1,300,000	-	1,300,000

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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			
Mung'oma Primary School	1,300,000	-	-	1,300,000	-	1,300,000
St. Josephs Primary School	800,000	-	-	800,000	-	800,000
Top Station Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Trans Nzoia Primary School	600,000	-	-	600,000	-	600,000
Eugene Wamalwa Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Masinde Muliro Primary School	1,300,000	-	-	1,300,000	-	1,300,000
Luanda Primary School	2,000,000	-	-	2,000,000	2,000,000	-
St. Columbans School for the Deaf	1,300,000	-	-	1,300,000	-	1,300,000
Matisi Primary School	11,000,000	-	-	11,000,000	2,000,000	9,000,000
Tuwan Primary School	11,000,000	-	-	11,000,000	2,000,000	9,000,000
Lukhuna Primary School	11,000,000	-	-	11,000,000	2,000,000	9,000,000
Sub-total	58,300,000	-	-	58,300,000	13,300,000	45,000,000
8.0 Secondary Schools Projects (List all the Projects)						
Chepkoilel Secondary School	686,587	-	-	686,587	-	686,587
Nakami Friends Secondary School	2,600,000	-	-	2,600,000	-	2,600,000
Caleb Amisi Centre of Excellence	1,000,000	-	-	1,000,000	1,000,000	-
Muroki Friends Secondary School	600,000	-	-	600,000	600,000	-

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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			
Luanda Secondary School	3,350,000	-	-	3,350,000	-	3,350,000
St. Philips Grassland Secondary	3,200,000	-	-	3,200,000	-	3,200,000
Sub-total	11,436,587	-	-	11,436,587	1,600,000	9,836,587
9.0 Tertiary institutions Projects (List all the Projects)						
	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-
10.0 Security Projects						
Gituamba Police Post	400,000			400,000	-	400,000
Saboti Chief's Office	600,000			600,000	600,000	-
Matisi Assistant Chief's Office	1,200,000			1,200,000	-	1,200,000
Sub-total	2,200,000	-	-	2,200,000	600,000	1,600,000
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)						
	-	-	-	-	-	-
11.2 Construction of CDF office	500,000	1,195,584	-	1,695,584	-	1,695,584
11.3 Purchase of furniture and equipment	-	183,838	-	183,838	-	183,838
11.4 Purchase of computers	-	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-	-
Sub-total	500,000	1,379,422	-	1,879,422	-	1,879,422

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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			
12.0 Oversight Committee Expenses (itemize)						
Refined Fuels and Lubricants	450,846	-	-	450,846	341,000	-
Accommodation - Domestic Travel	250,876	-	-	250,876	-	18,728
Telephone Expenses	50,000	-	-	50,000	-	-
Advertising, Awareness and Publicity Campaigns	100,000	-	-	100,000	-	-
Travel Costs	400,000	-	-	400,000	-	-
Daily Subsistence Allowance	200,000	-	-	200,000	-	-
Sub-total	1,451,722	-	-	1,451,722	341,000	1,110,722
13.0 Others						
13.1 Strategic Plan	2,000,000	-	-	2,000,000	-	2,000,000
13.2 Innovation Hub	-	-	-	-	-	-
Sub-total	2,000,000	-	-	2,000,000	-	2,000,000
Unapproved projects	-	-	-	-	-	-
AIA		-		-		-
PMC savings				-		-
Funds Pending Approval**		208,801		208,801		208,801
Sub-total		208,801	-	208,801	-	208,801
Total	145,087,603	1,149,024	-	146,236,627	71,877,160	74,359,468

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(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

XIV. 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 Saboti 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 June 2022 for the period 1st July 2022 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

XV. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B		33,000,000
AIE NO. B030184		44,000,000
AIE NO. B030428		24,000,000
AIE NO. B006370		5,000,000
AIE NO. B042761		15,000,000
AIE NO. B047007		12,000,000
AIE NO. B041083		37,088,879
		12,088,879
AIE NO. B185240	7,000,000	
AIE NO. B185399	7,000,000	
AIE NO. B185771	14,000,000	
AIE NO. B206091	5,000,000	
AIE NO. B205589	12,000,000	
AIE NO. B205883	12,000,000	
AIE NO. B207646	15,000,000	
AIE NO. B207906	15,000,000	
TOTAL	87,000,000	182,177,758

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)	-	-
Total	-	-

3. Other Receipts

	2022-2023	2021-2022
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	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere (Stale bursary Cheques written back to the cashbook)	208,801	-
Total	208,801	-

Notes to the Financial Statements (Continued)

4. Compensation of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,052,244	2,010,372
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	880,952
Employer Contributions Compulsory national social security schemes	33,660	84,780
Total	1,085,904	2,976,104

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	2,271,000	8,547,308
Other committee expenses	800,000	-
Total	3,071,000	8,547,308

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6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	89,000	1,388,590
Communication, supplies and services	40,200	9,450
Domestic travel and subsistence	1,710,000	-
Printing, advertising and information supplies & services	251,000	364,000
Rentals of produced assets	-	-
Training expenses	400,000	2,399,600
Hospitality supplies and services	395,000	-
Insurance costs	-	-
Specialised materials and services	-	557,600
Office and general supplies and services	1,423,122	500,000
Fuel, oil & lubricants	-	-
Other operating expenses	2,059,000	268,000
Bank Charges	162,194	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	166,915	-
Total	6,696,431	5,487,240

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)	13,300,000	52,800,000
Transfers To Secondary Schools (See Attached List)	1,600,000	16,650,000
Transfers To Tertiary Institutions (See Attached List)	-	
Total	14,900,000	69,450,000

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	22,148,340	47,473,852
Bursary – tertiary institutions (see attached list)	18,186,000	45,091,500
Bursary – special schools (see attached list)	1,952,000	1,800,000
Mock & CAT (see attached list)	-	-
Social Security programs (NHIF)	-	
Security projects (see attached list)	600,000	2,095,000
Sports projects (see attached list)	-	2,739,000
Environment projects (see attached list)	496,485	2,740,000
Emergency projects (see attached list)	2,400,000	7,080,000
Roads projects (see attached list)	-	-
Total	45,782,825	109,019,352

Notes to the Financial Statements (Continued)

9. Acquisition of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	3,548,386
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
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	-	-
Total	-	3,548,386

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
COC Members allowance	-	-
Other COC expenses	341,000	-
TOTAL	341,000	-

11. Other Payments

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
TOTAL	-	-

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Co-operative Bank Kitale; A/C No. 01141599096300</i>	16,480,664	940,223
Total	16,480,664	940,223
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
Total		-	-	-

Notes to the Financial Statement Continued

14. Retention and Gratuity

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

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

15. Fund Balance B/F

	<i>(1st July 202x-1)</i>	<i>(1st July 202x-2)</i>
	Kshs	Kshs
Bank accounts	940,223	17,790,855
Cash in hand	-	-
Imprest	-	-
Prior year Adjustment	208,801	-
Total	1,149,024	17,790,855
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	1,149,024	17,790,855

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	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

17. Changes In Accounts Receivable – Outstanding Imprests

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

18. Changes in Accounts Payable – Deposits and Retentions

	<i>2022-2023</i>	<i>2021-2022</i>
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	268,782
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	268,782
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	(268,782)

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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>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of employees	2,647,540	414,560
Committee expense	(395,183)	-
Use of goods and services	(1,026,529)	(1,396,000)
Amounts due to other Government entities (see attached list)	54,836,587	-
Amounts due to other grants and other transfers (see attached list)	13,118,314	542,241
Acquisition of assets	1,879,422	1,379,422
Oversight Committee Expenses	1,110,722	-
Other Payments (<i>specify</i>)	2,000,000	-
Funds pending approval	284,898	-
Total	74,455,770	940,223

18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)		9,480,975
Total		9,480,975

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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	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Compensation of employees	Payment of staff salaries	2,647,540	414,560	Ongoing
Committee Expenses	Payment of Committee Allowances	(395,183)	-	Ongoing
Use of goods & services	Purchase of fuel, office stationery	(1,026,529)	(1,396,000)	Ongoing
Amounts due to other Government entities				
Primary Schools Projects				
Teldet Primary School		2,000,000	-	Awaiting Funding from NGCDFB
Mengo Primary School		800,000	-	Awaiting Funding from NGCDFB
Kaloleni Primary School		2,000,000	-	Awaiting Funding from NGCDFB
Lungai Primary School		2,000,000	-	Awaiting Funding from NGCDFB
Cheptumbelio Primary School		1,300,000	-	Awaiting Funding from NGCDFB
Rafiki Primary School		1,300,000	-	Awaiting Funding from NGCDFB
Wetang'ula Primary School		1,300,000	-	Awaiting Funding from NGCDFB
Mung'oma Primary School		1,300,000	-	Awaiting Funding from NGCDFB
St. Josephs Primary School		800,000	-	Awaiting Funding from NGCDFB

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Trans Nzoia Primary School		600,000	-	Awaiting Funding from NGCDFB
Eugene Wamalwa Primary School		2,000,000	-	Awaiting Funding from NGCDFB
Masinde Muliro Primary School		1,300,000	-	Awaiting Funding from NGCDFB
St. Columban's School For the Deaf		1,300,000	-	Awaiting Funding from NGCDFB
Matisi Primary School		9,000,000	-	Awaiting Funding from NGCDFB
Tuwan Primary School		9,000,000	-	Awaiting Funding from NGCDFB
Lukhuna Primary School		9,000,000	-	Awaiting Funding from NGCDFB
Secondary Schools Projects			-	
Chepkoilel Secondary School		686,587	-	Awaiting Funding from NGCDFB
Nakami Friends Secondary School		2,600,000	-	Awaiting Funding from NGCDFB
Luanda Secondary School		3,350,000	-	Awaiting Funding from NGCDFB
St. Philips Grassland Secondary School		3,200,000	-	Awaiting Funding from NGCDFB
Tertiary institutions Projects				
Sub-Total		54,836,587	-	
Amounts due to other grants and other transfers				
Emergency	To cater for any unforeseen	5,694,845	458,655	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
	occurrences in the constituency during the financial year			
Bursary and Social Security				
Secondary Schools	Bursary for needy students	129,317	271,094	Ongoing
Tertiary Institutions	Bursary for needy students	60,786	(203,214)	Ongoing
Special Schools	Bursary for needy students	349,783	(18,892)	Ongoing
Sports				
Constituency sports	Organizing Sport Tournament within the constituency	2,583,795	32,043	Ongoing
Regional Sport Tournament	Facilitate regional sport tournament in partnership with other Constituencies within the Region.	350,000	-	Ongoing
Environment				
Maeni Primary School	Purchase and planting of 200	25,830	-	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
	Grevillea tree seedlings			
Lukosi Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Mwitha Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Luanda Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Berur Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. Anthonys Secondary Kinyoro School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Panocal Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Tuuyokony Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Tuuyokony Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Sukwo Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. Patricks Koykoy Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. John's Sikniwa Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. Lucia Girls Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. Veronica Chebukaka Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. Thomas Aquinas Kapretwa Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Rafiki Chief's Office	Purchase and planting of 200	58,035	-	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
	Grevillea tree seedlings			
Matisi Assistant Chief's Office	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Kinyoro AP Camp	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Saboti Police Post	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Saboti Chief's Office	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Municipality Chief's Office	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Chemichemi AP Camp	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Grassland Chief's Office	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Gituamba Police Post	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Matisi Girls Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Sango Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Saboti NG-CDF Office	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Caleb Amisi Centre of Excellence Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Grassland Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
St. Josephs Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Rafiki Primary School	Purchase and planting of 200	58,035	-	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
	Grevillea tree seedlings			
St. Michaels Top Station Secondary	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Top Station Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Farm Prison Secondary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Mung'oma Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Masinde Muliro Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
GK Remand Prison Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Township Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Kaloleni Main Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Eugene Wamalwa Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Trans Nzoia Primary School	Purchase and planting of 200 Grevillea tree seedlings	58,035	-	Ongoing
Prior Years unutilized balances	Purchase and planting of 200 Grevillea tree seedlings	2,556	2,556	Ongoing
Security Projects				
Gituamba Police Post		400,000	-	Awaiting Funding from NGCDFB
Matisi Assistant Chief's Office		1,200,000	-	Awaiting Funding from NGCDFB
Sub-Total		13,118,313	542,241	
Acquisition of assets				
NG-CDF Office	Construction of NG-CDF Office	1,695,584	1,195,584	Savings
Motor Vehicles (including motorbikes)				
Purchase of furniture and equipment	Purchase of office furniture and equipment	183,838	183,838	Savings

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Sub-Total		1,879,422	1,379,422	
Oversight Committee Expenses(itemize)				
Refined Fuels and Lubricants	Purchase of Refined Fuels and Lubricants for Transport for Constituency Oversight Committee	109,846	-	Awaiting Funding from NGCDFB
Accommodation - Domestic Travel	Payment of Accommodation - Domestic Travel for Constituency Oversight Committee	250,876	-	Awaiting Funding from NGCDFB
Telephone Expenses	Payment of Telephone Expenses for Constituency Oversight Committee	50,000	-	Awaiting Funding from NGCDFB
Advertising, Awareness and Publicity Campaigns	Payment of Advertising, Awareness and Publicity Campaigns for Constituency Oversight Committee	100,000	-	Awaiting Funding from NGCDFB

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Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Travel Costs	Payment of Travel Costs for Constituency Oversight Committee	400,000	-	Awaiting Funding from NGCDFB
Daily Subsistence Allowance	Payment of Daily Subsistence Allowance for Constituency Oversight Committee	200,000	-	Awaiting Funding from NGCDFB
Sub-Total		1,110,722	-	
Others (ICT Innovation Hubs)				
Strategic Plan	To facilitate in preparation, facts collection designing, typesetting and printing of Saboti NG-CDF Strategic plan for the period between 2023-2027	2,000,000	-	Awaiting Funding from NGCDFB
ICT Hubs				
Sub-Total		2,000,000	-	
Funds pending approval**		284,898	-	
Grand Total		74,455,770	940,223	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	8,698,426	-	-	8,698,426
Transport equipment	-	-	-	-
Office equipment, furniture and fittings	99,300	-	-	99,300
ICT Equipment, Software and Other ICT Assets	589,225	-	-	589,225
Other Machinery and Equipment	484,950	-	-	484,950
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	9,871,901	-	-	9,871,901

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

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Sikulu primary School	Sidian	1026030007781	71	198,115
Kapretwa Primary School	Sidian	1026030001302	3,918	33,978
Chemi Chemi Primary school	Sidian	1026030007481	5,840	4,020
Lukhome Primary school	Sidian	1026030002635	877	21,477
Mwitha primary school	Sidian	1026030002619	7,280	2,640
Lukosi primary school	Sidian	1026030002759	1,775	100,075
Sikinwa Primary school	Sidian	1026030005987	1,795	698,155
Central Primary School	Sidian	1139694840300		64,433
St James Bondeni Primary School	Sidian	1026030010381	8,195	8,375
Lungai Primary School	Sidian	1026030002945	3,511	203,751
Maeni Primary School	Sidian	1026030007311	2,262	600,087
Trans-Nzoia Primary school	Sidian	1026030007641	7,751	240
Grassland Primary school	Sidian	1026030002996	3,812	3,992
Masinde Muliro Primary school	Sidian	1026030007311	2,262	5,287
Kaloleni Annex Primary school	Sidian	1139694832200	2,587	71,223
Kitale Union Primary school	Sidian	1026030003321	7,607	32,907
Chetoto Primary School	Sidian	1026030005383	1,302	31,542
Kisawai Primary school	Sidian	1026030001140	143	15,195

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Mung`oma Primary school	Sidian	1139599134400	-	1,060
Panacol Primary school	Sidian	1026030010161	16,500	16,680
Lukhuna Primary school	Co-operative	1139694821300	6,063	20,563
Pango Primary school	Sidian	1026030004271	1,460	16,700
Makhele primary school	Sidian	1026030008391	264	10,504
Tuwan primary school	Co-operative	1139694825800	15,269	5,269
Township primary school	Sidian	1026030002600	475	20,215
Machewa Primary School	Sidian	1026030007311	2,262	62,502
Lukosi primary school	Sidian	1026030002759	1,775	100,075
Matisi Primary School	Sidian	1026030004239	2,510	870
ST Columbus Primary School	Sidian	1139694832700		4,513
Teldet Primary School	Sidian	1026030001655	1,127	487
Lukhuna Primary School	Sidian	1139694821300		20,563
Gituamba Primary School	Sidian	1139694065200		438
Rafiki Primary School	Sidian	1026030002198	1,265	1,264
Mengo Primary School	Sidian	1026030002678	6,127	1,307
Kipsagam Primary School	Sidian	1026030012308	40	-
Cheptumbelio Primary School	Sidian	1026030004190	155	335
Panacol Nakami Primary School	Sidian	1026030010161	16,500	16,680

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Sukwo Primary School	Sidian	1026030002880	3,515	3,515
St Columbans Primary School	Sidian	1139594832700		-
Tuuyokony Primary School	Sidian	1026030004166	151	151
Koykoy Primary School	Sidian	1026030003119	1,607	16,847
Kinyoro Primary School	Sidian	1026030004344	545	545
Wetangula Primary School	Sidian	1026020003374	187	187
Sango Secondary school	Sidian	1139694810400		16,813
Farm Prison Secondary school	Sidian	1139694831700		34,333
Sikulu Secondary school	Sidian	1026150026400	3,947	324,247
St Andrews Sukwo secondary school	Sidian	1139694805900		1,408,433
St Athanas Kisawai secondary school	Sidian	1026030011851	1,955	373,255
St Columban's secondary school	Sidian	1026030004816	44,251	44,431
St Benedict ChemiChemi sec school	Sidian	1139268924702		7,703
St Phillip Tuuyokony Sec School	Sidian	1026030011871	1,855	998,875
Rafiki Secondary School	Sidian	1026030005154	12,727	1,008,447
St Michael Top Station Sec School	Sidian	1026030004255	29,593	1,322
St Lucia Secondary School	Sidian	1139695263800		14,643
Lukosi Secondary School	Sidian	1141840335400		20,695
Caleb Amisi Centre Of Excellence	Sidian	1026030011611	6,383	2,592,863

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Muroki Friends Secondary School	Sidian	1026030000942	27,390	27,390
Masinde Muliro Secondary School	Sidian	1026030004131	4,344	4,344
Nakami Secondary School	Sidian	1126030001744	4,387	4,387
Senator Wamalwa Secondary School	Sidian	1026030003690	12,083	12,083
Matisi Friends High School	Sidian	1026030000772	22,714	12,954
St Thomas Aquinas Secondary School	Sidian	1026030001620	150	150
Kakunga AP Camp	Sidian	1026030011711	18,125	18,305
County Commissioner AP Camp	Sidian	1026030011761	13,680	13,855
Kinyoro AP Camp	Sidian	1026030011801	200	380
Saboti Police station	Sidian	1026030011831	1,455	90,290
Kipsagam AP Post	Sidian	1026030011771	11,160	11,340
Machewa chief's office	Sidian	1026030011721	1,841	22,680
Total			357,023	9,480,975

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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)
	<p>1.Inaccurate Disclosure of Cash Equivalents</p> <p>The statement of assets and liabilities reflects bank balance of Ksh. 940,223 held in Co-operative Bank Limited as disclosed in Note 10A to the financial statements. The Bank reconciliation statement for June 2022 reflects unrepresented cheques amounting to Ksh. 7,106,268 and receipts in bank statement not recorded in cashbook amount of Ksh. 248,518.</p> <p>However, the unrepresented cheques of Ksh. 7,106.268 include stale cheques amounting to Ksh. 1,161,518 which were not reversed and replaced as at 30th June 2022.Further, receipts in bank statement not recorded in cash</p>	<p>Some of the cheques have been reversed and replaced to reflect the current position of the cash book.</p>	Not Resolved	30 th June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>book amount of Ksh. 248,518 Includes bank charges of Ksh. 178,518 which ought to have been charged in statement of receipts and payments. The amount of Ksh. 248,518 also includes an amount of Ksh.70,000 whose particulars were not disclosed. In the circumstance, the accuracy and completeness of bank balance of Ksh.940,223 Could not be confirmed.</p>			
	<p>2.Unsupported Project Management Committee Bank Balances Note 17.4 reflects Project Management Committee (PMC) bank balances amounting to Ksh. 2,584,258 held in twenty-seven (27) bank accounts in various commercial banks as disclosed In Annex 5 of the financial statements However bank statements for the twenty-seven (27) bank accounts were not Provided for audit.</p>	<p>The cash book, bank reconciliation statements, certificates of bank balance and bank statement for some of the PMCs were availed and submitted as per the request.</p>	<p>Not Resolved</p>	<p>30th June 2024</p>

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	In the circumstances, the existence, accuracy and completeness of project management committee Bank balance of Ksh.2,584,258 could not be confirmed			
	<p>3.Summary of Fixed Assets</p> <p>Annex 4 to the financial statements on summary of fixed assets register reflects cumulative historical asset cost amount of Ksh. 9,871,901 which comprises of; building and Structures-Ksh.8, 698, 426, office equipment and software and other ICT assets Ksh.589, 225 and other machinery and equipment-Ksh.484, 950. However, land on which the Fund's building and structure are built has not been valued and included in fixed asset register and financial statements. Further, land ownership documents in form of land title deeds were not provided for audit. In the circumstances, the ownership, completeness and accuracy of fixed</p>	The land is still under the ownership of the Ministry of Interior & National Co-ordination and the letter of use of the land is under the custody of the Ministry of Interior & National Co-ordination	Not Resolved	30 th June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	assets balance of Ksh.9, 871,901 could not be confirmed.			
	<p>OTHER MATTERS</p> <p>1. Project Implementation Status (PIS) The project implementation status provided as at 30th June 2022 revealed that a total of eighty-four (84) projects received disbursement of Ksh. 124,638,673 out of which eighty (80) projects with disbursements of Ksh. 26,100,000 were ongoing.</p> <p>2. Project Verification Twelve (12) projects with a total allocation and disbursement of Ksh. 54,082,845 were verified in March 2023. The observations made, include non-completion of projects, delay in project completion and non-labelling of completed projects,</p> <p>3. Late disbursement of Funds from the Board</p>	Most of the projects are now complete and in use	Not Resolved	30 th June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>The statement of receipts and payment reflects transfers from National Government Constituencies Development Fund Board amount Ksh.45,088,879 or 25% of total receipts budgeted for in the 2020/2021 financial year contrary to section 39(2) of the National Government Constituency Development Fund Act, 2015 which states that the disbursement of funds to the Constituency Fund Account shall be effected at the beginning of the first quarter of each financial year with an initial amount equivalent to twenty-five per centum be replenished in three equal instalments at the beginning of the second, third and fourth quarters of the financial year and Section 40(1) which stipulates that the Board shall ensure that the list of the projects forwarded to it by each constituency is, Upon approval, funded in accordance with the Act.</p>			



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John Eric Gitonga
Fund Account Manager.