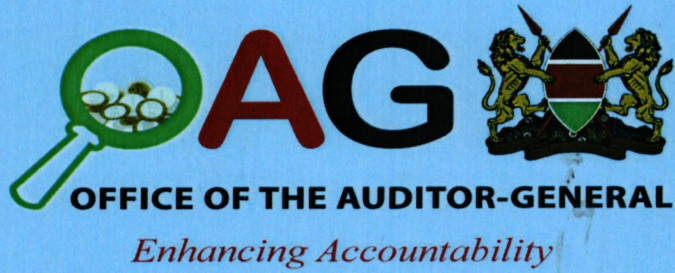


REPUBLIC OF KENYA



**REPORT**

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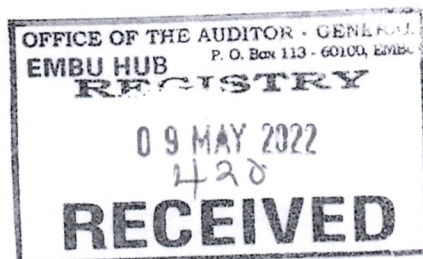
**THE AUDITOR-GENERAL**

**ON**

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

**FOR THE YEAR ENDED  
30 JUNE, 2021**

30<sup>th</sup> June 2021



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**MOYALE CONSTITUENCY**  
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**JUNE 30, 2021**

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

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

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## **KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

### 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 2016. 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

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

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**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.

**(a) Key Management**

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

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

**(b) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Suleiman Guyo Roba
2.	Sub-County Accountant	Nicholas Nyaga
3.	Chairman NGCDFC	Denge Tulu
4.	Member NGCDFC	Buke Galma

**(c) Fiduciary Oversight Arrangements**

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

**(e) MOYALE Constituency**

P.O. Box MOYALE  
Next to the Administration Police Line, Behind Livestock Production Offices  
Moyale, KENYA

*Moyale Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2021*

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f) MOYALE NGCDF Contacts

Telephone: (254) 723876000  
E-mail: [cdfmoyale@ngcdf.go.ke](mailto:cdfmoyale@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

g) MOYALE NGCDF Bankers

Equity Bank Limited  
Moyale Branch  
P.O Box 75104  
MOYALE

h) Independent Auditors

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

i) Principal Legal Adviser

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

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

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**NG-CDFC CHAIRMAN'S REPORT**



Moyale constituency is among the four constituencies that make up Marsabit County. The constituency is divided into two administrative sub counties (districts): Moyale and Sololo and seven administrative wards (Butiye, Sololo, Hellu/Manyatta, Golbo, Moyale Township, Uran and Obbu).

It has a population of 103,799 people as per 2019 census but based on population growth rate of 2.4% the figure is projected at 108,841. It's inhabited mostly by pastoral peoples including: Borana, Gabra, Burji, Garre, Sakuye and others (Smart Survey-August 2013).

It has diverse physiographic conditions ranging from plateau hills rising from 800-1200m along the border with Ethiopia in the North to flats low lying plains (500-800m) on its border with Wajir North Constituency in the East, North Horr Constituency in the west and Eldas Constituency in the South.

Moyale NGCDF Receives its Annual Budget from the National Treasury through the NGCDF Board based in Nairobi. The Funds received is managed by the Moyale based NGCDF Committees to ensure that it is utilized to bring development across all sectors of the economy.

During the Financial year 2020-2021, Moyale NG-CDF had an annual budget of Kshs 212,756,576. This Budget Amount Comprised of Kshs 2,764,440 Cash Book Balances, Kshs 4,070,305 in Unclaimed Bursary Cash reversed into Cash Book during the Year, Kshs 137,088,879 in Annual Allocation and Kshs 69,617,724 of Last Year's Allocation Receivable from the NGCDF Board.

The Moyale NGCDF received Kshs 165,688,029 for implementation of different projects. Of the received funds Kshs 5,006,127 was used on Compensation of Employees, Kshs 9,487,205 on Goods and Services, Kshs 59,287,975 on Primary and Secondary School Projects, Kshs 74,746,450 on Bursaries, Sports, Environmental Protections, Strategic Planning, Emergency Services and Kshs 3,394,300 on NGCDF Office Improvements.

The Budget Utilization difference for the year was Kshs 45,088,879 and its Utilization level stood at 78.2% compared to last year's 67 %. In Comparison to the last financial year, this showed an Improvement in Implementation of Projects of +11.2%.

Moyale NGCDF was able to implement various projects in key sectors under the National Government function.

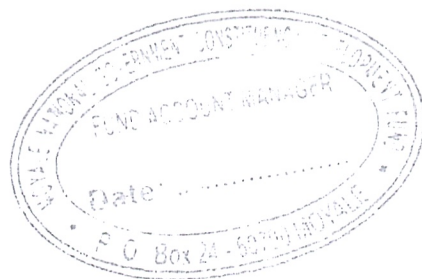
Moyale NGCDF is faced by enormous challenges every year, key being inadequate funding for the overwhelming needs of the Constituents. Every Year the Entity receives huge proposals from schools, Security Sectors and Community in need of Bursaries. The Entity has tried hard to balance the needs across the wards and ensure that the needs of the various tribes and communities are attended to.

Every Year the Constituency fails to fund a good number of proposals and needy cases in terms of projects since the annual allocations is not enough to meet the emerging needs.

The NG-CDFC has over the years and during the year 2020-21 conducted Public Forums in the Constituency in a bid to meet local communities, collect their views and identify key priority areas

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

or projects for funding. Despite numerous needs and inadequate funding, the NGCDFC have managed to come up with a list of priority projects every year to ensure funding of development projects in all the wards.



*Denge*

.....  
MR. DENGÉ TULU RACHA,  
CHAIRMAN NGCDF COMMITTEE

I. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

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 Moyale Constituency 2018-2022 plan are to:  
*(All the objectives of the constituency enumerated as per the Strategic Plan)*

- a) Enhancing Infrastructures for Schools and offer Bursaries for Needy and Poor Cases
- b) Supporting Provision of Security in the Constituency
- c) Funding Emergency Cases in the Constituency
- d) Assist in Environmental Protection and Conservation
- e) Promote Sport Activities in the Constituency

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	a) Enhancing Infrastructures for Schools and offer Bursaries for Needy and Poor Cases	Increased Number of Classrooms, Latrines, Administration Blocks in Schools	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions.  Number of bursary's beneficiaries at all levels	In FY 20/21, we Built Eight Additional classrooms, renovated six Classrooms, Built Two Laboratories, Built Two Kitchens, Built Two Latrines, Built Five Admin Blocks, Built Two Staff Houses, Built Four School Fences, One Access Road, One Library and Supplied 32 Schools with 3,000 Lockers/ Chairs in the Constituency. - We also Awarded Bursaries to 4,768 needy cases worth Kshs 43,741,950
Security	a) Supporting Provision of Security in the Constituency	Increased Number of Infrastructure such as Latrines, Furniture, Administration Blocks, Dining Halls, Fences and Chiefs, Houses	Number of Usable Physical infrastructures in Police Posts, Chiefs Offices, Prisons, Furniture and Other Security Stations	In FY 2020/21, We built Four Number of Chiefs Offices, Constructed Two Staff Houses in Two Police posts, One Security Road and One Latrine in a Police Post.

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Constituency Sector	Objective	Outcome	Indicator	Performance
Environment	a) Assist in Environmental Protection and Conservation	Increased Number of trees Planted, Increased areas under fencing to protect environment	Number of Trees Planted Number of School Compounds Fenced Number of Gabions Constructed	No Trees Planted in 2020-21 No Schools fenced in 2020-21 Six Gabions Constructed in 2020-21
Sports	a) Promote Sport Activities in the Constituency	Increased Sports events in the Constituency Increased Number of Clubs Supported	Number of Tournaments held Number of Clubs Supported	Two Tournaments Held in 2020-21. 15 Clubs supported with Sport attires and Materials
Emergency	a) Funding Emergency Cases in the Constituency	Increased mitigation measures against Emergency Cases	Number of Institutions Cushioned against Emergency Challenges	15 Schools Supported with Fresh drinking Water

**II. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

Moyale NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely,

***Moyale Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2021***

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- Moyale NGCDF Supported Two Youth Groups and Two Women groups to carry out tree planting around the NGCDF Office
- Moyale NGCDF trained its staff on the impact of drugs and conducted a sensitization on the drugs during the opening of Chiefs Offices constructed by NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.
- NG-CDF staff have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.

3. Employee welfare

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

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

Moyale NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

#### 5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

***Moyale Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2021***

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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 NGCDF 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.

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

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**III. 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-Moyale 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, 2021. 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-Moyale 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, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Moyale 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 Moyale 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- Moyale Constituency financial statements were approved and signed by the Accounting Officer on 28<sup>th</sup> July 2021.

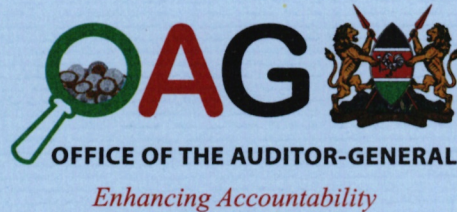
  
\_\_\_\_\_  
Chairman NGCDF Committee  
Name: Denge Tulu Racha



  
\_\_\_\_\_  
Fund Account Manager  
Name: Suleiman Guyo Roba

# REPUBLIC OF KENYA

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

## **REPORT OF THE AUDITOR GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MOYALE CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021**

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### **PREAMBLE**

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on 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, the risk management environment, and the 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 - Moyale Constituency set out on pages 15 to 51, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and summary statement of

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*Report of the Auditor-General on National Government Constituencies Development Fund - Moyale Constituency for the year ended 30 June, 2021*

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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Moyale Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

### **Basis for Qualified Opinion**

#### **Unsupported Expenditure on Emergency Funds**

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects an amount of Kshs.75,050,522 under other grants and other payments which further includes an amount of Kshs.7,500,000 in respect of emergency projects on supply of fresh water to various schools within the constituency.

However, delivery notes were not provided by the recipient schools as evidence that the goods were received together with inspection and acceptance reports.

In the circumstances, the propriety of the expenditure of Kshs.7,500,000 on emergency projects could not be confirmed.

#### **Key Audit Matters**

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

#### **Other Matter**

##### **Budget and Budgetary Control**

The summary statement of appropriation reflects actual receipts of Kshs.168,452,473 against budgeted receipts of Kshs.213,541,352 resulting in a shortfall of Kshs.45,088,879 representing 21% of the budget. Similarly, out of the actual receipts of Kshs.168,452,473, the Fund incurred a total expenditure of Kshs.154,773,373 resulting in an under expenditure of Kshs.58,767,979 or 28 % of the budget.

The underfunding and under expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

# 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 matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

## **Basis for Conclusion**

### **1. Non-Compliance with the Public Sector Accounting Standards Board Reporting Template**

The statement of receipts and payments, statement of assets and liabilities and the statement of cash flow does not indicate the period for which they relate contrary to Section 63(c) of the IPSAS (1) cash basis which states that each component of the financial statements shall be identified clearly.

In the circumstances, the presentation of the financial statements did not comply with the Public Sector Accounting Standards Board Reporting template.

### **2. Wasteful Expenditure on Hospitality Supplies & Services**

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects Kshs.9,836,205 on use of goods and services, which further includes Kshs.1,000,000 in respect of hospitality supplies and services. The funds were spent on accommodation and hotel expenses for Constituency Development Fund Committee Members while on capacity building in Mombasa between 21<sup>st</sup> and 26<sup>th</sup> June, 2021.

The full board accommodation and conference facility was paid for sixteen (16) people at a total cost of Kshs.1,000,000 yet the CDFC comprises of 8 gazetted members. The identity of the extra eight (8) people was not provided and what their duties were. In addition, the training was not included in the approved Annual Work Plan and back to office report was not provided for audit review.

In the circumstances, the value for money on the amount of Kshs.1,000,000 incurred on capacity building could not be confirmed.

### **3. Unsatisfactory Implementation of Primary Schools Projects**

The statement of receipts and payments and as disclosed in Note 6 reflects an amount of Kshs.61,412,975 relating to transfer to other Government entities which includes an amount of Kshs.39,642,975 relating to transfer to primary schools. The Fund disbursed an amount of Kshs.1,260,000 to Gordo Korma Primary School for construction of one classroom. However, the roofing timber was not treated with wood preservative as required while the walls and floor had very deep cracks and the door hinges were broken. Further, the Fund disbursed Kshs.1,175,000 for the re-roofing of eight (8) classrooms in Sololo Makutano Primary School. However, only three (3) classrooms were re-roofed leaving balance of five (5) classrooms un-roofed at a cost of Kshs.734,375.

In the circumstances, the value for money on the unroofed primary schools projects costing Kshs.2,435,000 could not be confirmed.

#### **4. Other Grants and Other Transfers**

##### **4.1 Environment Projects**

The statement of receipts and payments and as disclosed under Note 7 to the financial statements reflects an amount of Kshs.75,050,522 relating to other grants and other payments. Included in the balance is Kshs.600,000 disbursed to Nana Primary School for proposed erection and completion of gabions. However, the bills of quantities provided for supply and installation of 20 gabion boxes with approved rock fills, but only six (6) gabions were physical verified. The balance of fourteen (14) gabions worth Ksh.364,000 remained unaccounted for.

In the circumstances, the value for money on Kshs.600,000 incurred on environment projects could not be confirmed.

##### **4.2 Improper Administration of Bursary Funds**

The statement of receipts and payments and as reported under Note 7 to the financial statements reflects Kshs.75,050,522 as grants and other payments, out of which an amount Kshs.43,971,022 was spent on bursaries to secondary schools and tertiary institutions. However, there was no duly constituted Bursary Committees at the ward level contrary to the CDF Board Circulars VOL1/111 dated 13 September, 2010 which states that a Bursary Committee shall exist to vet, identify and categorize needy students using established criteria. Further, the Management did not evaluate the bursary disbursements through a Bursary Sub-Committee, but approved transfer of funds to schools without thorough scrutiny and recommendation of a Bursary Subcommittee constituted to manage the Bursary Scheme in accordance with Regulation 4 of the CDF Board circular which states that a bursary sub-committee will compile report to the main Constituency Fund Committee (CDFC) to ratify all awards.

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

##### **4.3 Irregular Procurement of Car Hire Services**

Note 5 to the financial statements reflects an amount of Kshs.9,836,205 on use of goods and services which further includes an amount of Kshs.2,595,563 incurred on training expenses. However, an amount of Kshs.200,000 was spent on car hire services procured through direct procurement contrary to Section 103 (2) of the Public Procurement and Asset Disposal Act, 2015 .

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

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 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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

### **Basis for Conclusion**

#### **Failure to Institute Internal Audit Arrangements**

The National Government Constituency Development Fund Board has an Internal Audit Department that has the mandate to audit Moyale Constituency Fund. However, no internal audit was carried out during the year contrary to Section 73(1) (a) of the Public Finance Management (PFM) Act, 2012 which stipulates that every national government entity shall ensure that it has appropriate arrangements for conducting internal audit according to the guidelines issued by the Accounting Standards Board.

In the circumstances, Management has not instituted operational efficiency and financial reliability to safe guard the Fund's assets.

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

#### **Responsibilities of 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 Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are

in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

### **Auditor-General's Responsibilities for the Audit**

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls 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 controls would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

  
**CPA Nancy Gathungu, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

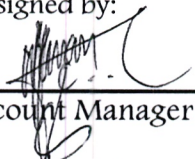
**08 September, 2022**

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**V. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	161,617,724	123,290,876
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	4,070,305	-
<b>TOTAL RECEIPTS</b>		<b>165,688,029</b>	<b>123,290,876</b>
<b>PAYMENTS</b>			
Compensation of employees	4	5,079,371	2,142,350
Use of goods and services	5	9,836,205	11,189,515
Transfers to Other Government Units	6	61,412,975	69,616,627
Other grants and transfers	7	75,050,522	53,341,316
Acquisition of Assets	8	1,293,500	2,337,354
Other Payments	9	2,100,800	600,000
<b>TOTAL PAYMENTS</b>		<b>154,773,373</b>	<b>139,227,162</b>
<b>SURPLUS/DEFICIT</b>		<b>10,914,656</b>	<b>(15,936,287)</b>

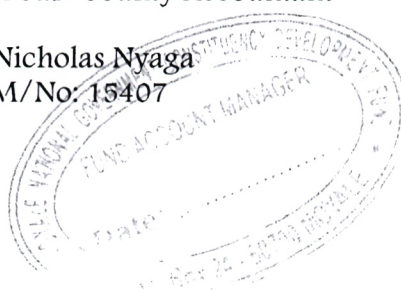
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Moyale Constituency financial statements were approved on 28<sup>th</sup> July 2021 and signed by:

  
 Fund Account Manager

Name: Suleiman Guyo Roba  
 ICPAK M/No: 20979

  
 National Sub-County Accountant

Name: Nicholas Nyaga  
 ICPAK M/No: 15407



  
 Chairman NG-CDF Committee

Name: Denge Tulu

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**VI. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
Cash and Cash Equivalents			
Bank Balances ( as per the cash book)	10A	13,679,100	2,764,444
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>13,679,100</b>	<b>2,764,444</b>
Accounts Receivable			
Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>13,679,100</b>	<b>2,764,444</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
<b>NET FINANCIAL SSETS</b>		<b>13,679,100</b>	<b>2,764,444</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	2,764,444	18,700,730
Prior year adjustments	14	-	
Surplus/Deficit for the year		10,914,656	(15,936,287)
<b>NET FINANCIAL POSITION</b>		<b>13,679,100</b>	<b>2,764,444</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Moyale Constituency financial statements were approved on 28<sup>th</sup> July 2021 and signed by:

Fund Account Manager

National Sub-County Accountant

Chairman NG-CDF Committee

Name: Suleiman Guyo Roba  
ICPAK M/No: 20979

Name: Nicholas Nyaga  
ICPAK M/No: 15407

Name: Denge Tulu

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**VII. STATEMENT OF CASHFLOW**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,617,724	123,290,876
Other Receipts	3	4,070,305	-
		165,688,029	123,290,876
Payments for operating activities			
Compensation of Employees	4	5,079,371	2,142,350
Use of goods and services	5	9,836,205	11,189,515
Transfers to Other Government Units	6	61,412,975	69,616,627
Other grants and transfers	7	75,050,522	53,341,316
Other Payments	9	2,100,800	600,000
		153,479,873	136,889,808
Adjusted for:			
Decrease/ (Increase) in Accounts receivable	15	-	-
Increase/ (Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		12,208,156	(13,598,933)
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(1,293,500)	(2,337,354)
Net cash flows from Investing Activities		(1,293,500)	(2,337,354)
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		10,914,656	(15,936,287)
Cash and cash equivalent at BEGINNING of the year	10	2,764,444	18,700,730
Cash and cash equivalent at END of the year		13,679,100	2,764,444

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Moyale Constituency financial statements were approved on 28<sup>th</sup> July 2021 and signed by:

Fund Account Manager

Name: Suleiman Guyo Roba  
ICPAK M/No: 20979

National Sub-County Accountant

Name: Nicholas Nyaga  
ICPAK M/No: 15407

Chairman NG-CDF Committee

Name: Denge Tulu

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**VIII. SUMMARY STATEMENT OF APPROPRIATION**

Receipt/Expense Item	Original Budget	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
		a	b				
<b>RECEIPTS</b>		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879		69,617,724	206,706,603	161,617,724	45,088,879	78.2%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts		6,834,749.00		6,834,749	6,834,749	-	100.0%
<b>TOTAL RECEIPTS</b>	<b>137,088,879</b>	<b>6,834,749.00</b>	<b>69,617,724</b>	<b>213,541,352</b>	<b>168,452,473</b>	<b>45,088,879</b>	<b>78.9%</b>
<b>PAYMENTS</b>							
Compensation of Employees	3,350,000	508,605.00	3,770,760	7,629,365	5,079,371	2,549,994	66.6%
Use of goods and services	8,987,999	13,562.00	3,494,690	12,496,251	9,836,205	2,660,046	78.7%
Transfers to Other Government Units	57,608,250	-	35,272,975	92,881,225	61,412,975	31,468,250	66.1%
Other grants and transfers	65,849,130	4,211,782.00	27,079,299	97,140,211	75,050,522	22,089,689	77.3%
Acquisition of Assets	1,293,500			1,293,500	1,293,500	-	100.0%
Other Payments	0	2,100,800.00		2,100,800	2,100,800	-	100.0%
<b>TOTAL</b>	<b>137,088,879</b>	<b>6,834,749.00</b>	<b>69,617,724</b>	<b>213,541,352</b>	<b>154,773,373</b>	<b>58,767,979</b>	<b>72.5%</b>

Note: 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.

(a) The Revenue Items Comprises of the Annual 2020-2021 Budget of Kshs 137,088,879 and the Cash Book Opening Balance of Kshs 2,764,444 and Kshs 4,070,305 of the Unutilized Funds (from Stale Cheques). No AIA was realised during the Fiscal Year.

b) The total Utilization for the year stands at 72.5%. This is below the expected 100% target. The underutilization is as a result of Kshs 45,088,879 not received from the Board as at the close of the year.

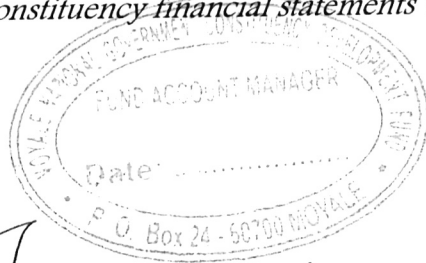
**X. RECONCILIATION OF SUMMARY STATEMENT OF APPROPRIATION TO STATEMENT OF ASSETS AND LIABILITIES**

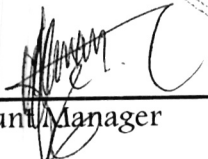
Description	Amount
Budget utilization difference totals	58,767,979
Less undisbursed funds receivable from the Board as at 30th June 2021	45,088,879
	13,679,100
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Cash and Cash Equivalents at the end of the FY 202021	13,679,100
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*The NGCDF-Moyale Constituency financial statements were approved on 28<sup>th</sup> July 2021 and signed by:*



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

Name: Suleiman Guyo Roba  
ICPAK M/No: 20979

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

Name: Nicholas Nyaga  
ICPAK M/No: 15407

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

Name: Denge Tulu

**XI. BUDGET EXECUTION BY SECTORS AND PROJECTS**

Programme/ Sub- programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on compara ble basis(d)	Budget utilizati on differen ce(e = c- d)	% of Utilizat ion (f=d/c %)
		Openi ng Balanc e (C/Bk) and AIA	Previous years Outstandin g Disbursem ents				
	2020/20 21			2020/20 21	30/06/20 21		
	Kshs		Kshs	Kshs	Kshs	Kshs	
<b>1.0 Administrat ion and Recurrent</b>							
1.1 Compensati on of employees	3,350,00 0	508,60 5	3,770,760	7,629,36 5	5,009,127	2,620,238	66%
1.2 Committee allowances	1,368,00 0	978	532,000	1,900,97 8	1,438,000	462,978	76%
1.3 Use of goods and services	3,507,33 3	1,709	374,303	3,883,34 5	2,692,637	1,190,708	69%
						0	
<b>Total</b>	<b>8,225,33 3</b>	<b>511,29 2</b>	<b>4,677,063</b>	<b>13,413,6 88</b>	<b>9,139,764</b>	<b>4,273,924</b>	<b>68%</b>
<b>2.0 Monitoring and Evaluation</b>						0	

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

2.1 Capacity Building	1,373,666	4,916	1,500,000	2,878,582	2,375,082	503,500	83%
2.2 Committee allowances	1,144,000	4,819	216,000	1,364,819	1,318,081	46,738	97%
2.3 Use of goods and services	1,595,000	1,140	872,386	2,468,526	2,012,405	456,121	82%
<b>Total</b>	<b>4,112,666</b>	<b>10,875</b>	<b>2,588,386</b>	<b>6,711,927</b>	<b>5,705,568</b>	<b>1,006,359</b>	<b>85%</b>
<b>3.0 Emergency</b>							
3.1 Primary Schools	7,192,207	139,874	318,241	7,650,322	7,500,000	150,322	98%
3.2 Secondary schools				-		0	
3.3 Tertiary institutions				-		0	
3.4 Security projects			0	-		0	
3.5 Unutilized				-	0	0	
						0	
<b>Total</b>	<b>7,192,207</b>	<b>139,874</b>	<b>318,241</b>	<b>7,650,322</b>	<b>7,500,000</b>	<b>150,322</b>	<b>98%</b>

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

<b>4.0 Bursary and Social Security</b>				-			
4.1 Secondary Schools	15,500,000	2,040,000	4,972,705	22,512,705	20,038,172	2,474,533	89%
4.2 Tertiary Institutions	14,500,000	2,031,904	10,561,000	27,092,904	23,932,850	3,160,054	88%
4.3 Social Security	0			-			
4.4 Special Needs	0			-	0		
<b>Total</b>	<b>30,000,000</b>	<b>4,071,904</b>	<b>15,533,705</b>	<b>49,605,609</b>	<b>43,971,022</b>	<b>5,634,587</b>	<b>89%</b>
<b>5.0 Sports</b>							
5.1 Moyale Sports Projects	2,741,778	-	2,747,354	5,489,132	5,489,132	0	100%
<b>Total</b>	<b>2,741,778</b>	<b>-</b>	<b>2,747,354</b>	<b>5,489,132</b>	<b>5,489,132</b>	<b>0</b>	<b>100%</b>
<b>6.0 Environment</b>							

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

6.3 Nana Primary School			600,000	600,000	600,000	0	100%
6.1 Qate Primary School	791,778			791,778	0	791,778	0%
6.2 Kukub Primary School	1,750,000			1,750,000	0	1,750,000	0%
6.4 Heilu Mixed Day Sec				-		0	
<b>Total</b>	<b>2,541,778</b>	<b>-</b>	<b>600,000</b>	<b>3,141,778</b>	<b>600,000</b>	<b>2,541,778</b>	<b>19%</b>
<b>7.0 Primary Schools Projects</b>							
Funan Qumbi Primary School	1,500,000		1,200,000	2,700,000	2,700,000	0	100%
Heilu Primary School	1,416,000			1,416,000	1,416,000	0	100%
Yaballo Primary School	680,000			680,000	680,000	0	100%
Al Huda Primary School	1,550,000			1,550,000	1,550,000	0	100%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Moyale Primary School	625,000			625,000	625,000	0	100%
Iladhu Primary School	625,000			625,000	625,000	0	100%
Sololo Makutano Primary School	625,000		630,000	1,255,000	1,255,000	0	100%
Kukub Primary School	625,000		3,260,000	3,885,000	3,885,000	0	100%
Bori Primary School	625,000			625,000	625,000	0	100%
Kuro Girls Primary School	625,000			625,000	625,000	0	100%
Sessi Primary School	625,000			625,000	625,000	0	100%
Butiye Primary School	625,000		787,500	1,412,500	1,412,500	0	100%
Amballo Primary School	625,000			625,000	625,000	0	100%
Misa Primary School	625,000			625,000	625,000	0	100%
Walda Primary School			1,370,000	1,370,000	1,370,000	0	100%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Township Primary School			1,200,000	1,200,000	1,200,000	0	100%
Gadha Korma Primary School			1,260,000	1,260,000	1,260,000	0	100%
Moyale Primary Schools Furniture PMC			1,000,000	1,000,000	1,000,000	0	100%
Godoma Primary School			400,000	400,000	400,000	0	100%
Golole Primary School			2,380,475	2,380,475	2,380,475	0	100%
Mukh Gura Primary School			750,000	750,000	750,000	0	100%
Antut Primary School			1,900,000	1,900,000	1,900,000	0	100%
Elle Dimtu Primary School			1,260,000	1,260,000	1,260,000	0	100%
Watiti Primary School			500,000	500,000	500,000	0	100%
Somare Primary School			250,000	250,000	250,000	0	100%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Dadacha Lakole Primary School	2,529,000			2,529,000	2,529,000	0	100%
Godoma Didiqo Primary School	630,000			630,000		630,000	0%
Madho Adhi Primary School	630,000			630,000		630,000	0%
Moyale Special School for Hearing Impaired.	950,000			950,000	950,000	0	100%
Uran Godha Primary School	1,000,000			1,000,000		1,000,000	0%
Sololo Primary School	2,150,000		4,445,000	6,595,000	5,445,000	1,150,000	83%
Sololo Makutano Primary School	1,175,000			1,175,000	1,175,000	0	100%
Madho Adhi Primary School	1,180,000			1,180,000		1,180,000	0%
Waye Godha Primary School	1,345,000			1,345,000		1,345,000	0%
Qonqoma Primary School	2,500,000			2,500,000		2,500,000	0%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Kinisa Mixed Day Secondary School	1,260,000			1,260,000		1,260,000	0%
<b>Total</b>	<b>26,745,000</b>	<b>-</b>	<b>22,592,975</b>	<b>49,337,975</b>	<b>39,642,975</b>	<b>9,695,000</b>	<b>80%</b>
<b>8.0 Secondary Schools Projects</b>				-		0	
Walda Complex Secondary School	1,500,000			1,500,000	1,500,000	0	100%
Moyale Girls Secondary School	3,095,000			3,095,000	3,095,000	0	100%
Moyale Girls Secondary School	625,000			625,000	625,000	0	100%
Moyale Boys Secondary School	625,000			625,000	625,000	0	100%
Heilu Mixed Day Secondary School	625,000			625,000	625,000	0	100%
Manyatta Mixed Day Secondary School	625,000			625,000	625,000	0	100%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Butiye Mixed Day Secondary School	625,000		2,550,000	3,175,000 0	3,175,000	0	100%
Sessi Mixed Day Secondary School	625,000			625,000	625,000	0	100%
Township Mixed Day Secondary	625,000			625,000	625,000	0	100%
Bori Junction Mixed Day Secondary School	625,000			625,000	625,000	0	100%
Uran Mixed Day Secondary School	625,000		1,500,000	2,125,000 0	2,125,000	0	100%
Walda Complex Secondary School	625,000			625,000	625,000	0	100%
Dr Guracha Memorial School			2,800,000	2,800,000 0	2,800,000	0	100%
Sessi Mixed Day Secondary Sch	700,000		2,815,000	3,515,000 0	2,815,000	700,000	80%
Kinisa Mixed Day Secondary School	1,260,000 0			1,260,000 0	1,260,000	0	100%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Bori Junction Mixed Day Secondary School	1,950,000			1,950,000		1,950,000	0%
St Mary's Secondary School	2,000,000		4,250,000	6,250,000	0	6,250,000	0%
Sololo Mixed Secondary School	2,396,000			2,396,000		2,396,000	0%
Bori Junction Mixed Day Secondary School	3,000,000			3,000,000		3,000,000	0%
Bori Junction Mixed Day Secondary School	1,260,000			1,260,000		1,260,000	0%
Moyale Boys Secondary School	7,452,250			7,452,250	0	7,452,250	0%
				-		0	
<b>Total</b>	<b>30,863,250</b>		<b>13,915,000</b>	<b>44,778,250</b>	<b>21,770,000</b>	<b>23,008,250</b>	<b>49%</b>
<b>9.0 Tertiary institutions Projects</b>				-		0	
						0	
<b>Total</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>0</b>	

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

<b>10.0 Security Projects</b>				-		0	
Golole Police Post	1,875,000		0	1,875,000		1,875,000	0%
Uran Lataka Chief's Office	1,603,000			1,603,000		1,603,000	0%
Funan Idha Administration Police Camp	1,875,000			1,875,000	1,875,000	0	100%
Badhan Rero Police Post	1,875,000			1,875,000		1,875,000	0%
Elle Dimtu Administration Police Camp	1,875,000			1,875,000		1,875,000	0%
Sololo Police Post	850,000			850,000		850,000	0%
Amballo Police Post	1,830,000			1,830,000	1,830,000	0	100%
Dabel Chief's Office	2,375,000			2,375,000	2,375,000	0	100%
Godoma Police Post	787,500			787,500	787,500	0	100%
Township Chief Office	2,175,000			2,175,000		2,175,000	0%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

Funan Qumbi-Funan Idha Security Road	3,977,868			3,977,868	3,977,868	0	100%
Lami Chief Office	2,275,000			2,275,000		2,275,000	0%
Moyale Prison			510,000	510,000	510,000	0	100%
Uran Chiefs Office			2,830,000	2,830,000	2,830,000	0	100%
Heilu Chiefs Office			950,000	950,000	950,000	0	100%
Madho Adhi Chiefs Office			2,355,000	2,355,000	2,355,000	0	100%
<b>Total</b>	<b>23,373,368</b>	<b>-</b>	<b>6,645,000</b>	<b>30,018,368</b>	<b>17,490,368</b>	<b>12,528,000</b>	<b>58%</b>
<b>11.0 Acquisition of assets</b>				-		0	
11.1 Motor Vehicles	0		0	-	0	0	0%
11.2 Renovation of CDF office	1,293,500		4	1,293,504	1,293,504	0	100%

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

11.3 Purchase of furniture and equipment	0		0	-	0	0	0%
11.4 Purchase of computers	0		0	-	0	0	0%
<b>Total</b>	<b>1,293,500</b>	<b>4</b>	<b>0</b>	<b>1,293,504</b>	<b>1,293,504</b>	<b>0</b>	
<b>12.0 Other payments</b>				-		0	0%
Moyale Constituenc y strategic plan		2,100,800		2,100,800	2,100,800	0	100%
<b>Total</b>	<b>0</b>	<b>2,100,800</b>	<b>0</b>	<b>2,100,800</b>	<b>2,100,800</b>	<b>0</b>	
<b>13.0 Unallocated fund</b>							
Unapproved projects	0						
AIA	0			-		0	

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

PMC savings	0						
<b>Total</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>0</b>	
	<b>137,088,879</b>	<b>6,834,749</b>	<b>69,617,724</b>	<b>213,541,352</b>	<b>154,703,133</b>	<b>58,838,219</b>	

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

## XII. 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-Moyale 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.

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.

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

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**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.

**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.

**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.

**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

*Moyale Constituency*  
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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.

**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.

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.

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2021.

**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.

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**XIII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
		B096984 -2019/20	15,000,000	54,790,876
1330407	Normal Allocation	B104648 -2019/20	20,000,000	20,000,000
		A823690-2019/20	30,117,724	4,000,000
		B104883-2019/20	250,000	6,000,000
		B104878-2019/20	4,250,000	14,000,000
		B124619 -2020/21	9,000,000	15,000,000
		B119580-2020/21	8,500,000	9,000,000
		B119972-2020/21	13,000,000	500,000
		B128213-2020/21	6,900,000	
		B129175-2020/21	7,000,630	
		B132269-2020/21	6,000,000	
		B138938-2020/21	13,000,000	
		B140668-2020/21	12,000,000	
		B126230-2020/21	6,600,000	
		B105025-2020/21	10,000,000	
1330408	Conditional Grants			
1330409	Receipt from other Constituency			
	<b>TOTAL</b>		<b>161,617,724</b>	<b>123,290,876</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
3510202	Receipts from the Sale of Buildings			-
3510601	Receipts from the Sale of Vehicles and Transport Equipment			-
3510801	Receipts from the Sale Plant Machinery and Equipment			-
3510803	Receipts from the Sale of Office and General Equipment			-

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**3. OTHER RECEIPTS**

	<b>Description</b>		<b>2020 - 2021</b>	<b>2019 - 2020</b>
			<b>Kshs</b>	<b>Kshs</b>
1410107	Interest Received			-
1410405	Rents			-
1420601	Receipts Sale of Tender Documents		-	-
	Hire of plant/equipment/facilities		-	-
	Unutilized funds from Stale Cheques		4,070,305	-
1450207	Other Receipts Not Classified Elsewhere (specify)		-	-
	<b>TOTAL</b>		<b>4,070,305</b>	<b>-</b>

**4. COMPENSATION OF EMPLOYEES**

	<b>Description</b>		<b>2020 - 2021</b>	<b>2019 - 2020</b>
			<b>Kshs</b>	<b>Kshs</b>
2110201	NG-CDFC Basic staff salaries		3,555,117	2,036,200
	<b>Personal allowances paid as part of salary</b>			
2110301	House allowance		-	-
2110314	Transport allowance		-	-
2110320	Leave allowance		70,244	-
2710120	Gratuity-contractual employees		1,257,360	-
2120200	NHIF Payments		71,400	66,550
2120101	Employer Contributions Compulsory national social security schemes		125,250	39,600
	<b>TOTAL</b>		<b>5,079,371</b>	<b>2,142,350</b>

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

5. USE OF GOODS AND SERVICES

	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2210100	Utilities, supplies and services	0	0
2210101	Electricity	0	0
2210102	Water & sewerage charges	680,000	605,000
2210104	Office rent		-
2210200	Communication, supplies and services	15,370	0
2210300	Domestic travel and subsistence	323,800	159,000
2210500	Printing, advertising and information supplies & services	0	56,900
2210600	Rentals of produced assets		-
2210700	Training expenses	2,595,563	850,000
2210800	Hospitality supplies and services	1,000,000	0
2210802	Other committee expenses	1,160,000	4,737,600
2210809	Committee allowance	1,231,800	0
2210900	Insurance costs		-
2211000	Specialised materials and services		-
2211100	Office and General supplies and services	1,562,275	2,653,800
2211200	Fuel, oil & lubricants	608,405	1,216,287
2211300	Other operating expenses	0	0
2211301	Bank service commission and charges	85,492	58,600
2211310	Other Operating Expenses	-	-
2211313	Security operations		-
2220100	Routine maintenance - vehicles and other transport equipment	573,500	852,328
2220200	Routine maintenance- other assets		0
	<b>TOTAL</b>	<b>9,836,205</b>	<b>11,189,515</b>

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2630204	Transfers to Primary Schools	39,642,975	54,392,500
2630205	Transfers to Secondary Schools	21,770,000	15,224,127
2630206	Transfers to Tertiary Institutions		
	<b>TOTAL</b>	<b>61,412,975</b>	<b>69,616,627</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2640101	Bursary - Secondary ( see attached list)	20,038,172	24,401,000
2640102	Bursary - Tertiary ( see attached list)	23,932,850	8,284,989
2640104	Bursary- Special Schools	-	0
2640105	Mocks & CAT ( see attached list)	-	0
2640106	Social Security programmes (NHIF)		
2640507	Security Projects ( see attached list)	17,490,368	7,787,500
2640509	Sports Projects ( see attached list)	5,489,132	2,180,818
2640510	Environment Projects ( see attached list)	600,000	1,845,000
2640200	Emergency Projects ( see attached list)	7,500,000	8,842,009
	<b>TOTAL</b>	<b>75,050,522</b>	<b>53,341,316</b>

**8. ACQUISITION OF ASSETS**

	Non Financial Assets	2020 - 2021	2019 - 2020
		Kshs	Kshs
3110102	Purchase of Buildings	-	-
3110202	Construction of Buildings	-	-
3110302	Refurbishment of Buildings	1,293,500.00	2,337,354.00
3110701	Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
3110704	Purchase of Bicycles & Motorcycles	-	-
3110801	Overhaul of Vehicles and Other Transport Equipment	-	-
	Purchase of Household Furniture and Institutional Equipment		
	Purchase of office furniture and and General Equipment	0	-
	Purchase of computers ,printers and other IT equipments	-	-
	Purchase of ICT Equipment, Software and Other ICT Assets	-	-
	Purchase of Specialized Plant, Equipment and Machinery	-	-
	Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
	Acquisition of Land	-	-
	Acquisition of Intangible Assets		
	<b>TOTAL</b>	<b>1,293,500</b>	<b>2,337,354</b>

**9. OTHER PAYMENTS**

		2020 - 2021	2019 - 2020
		Kshs	Kshs
2211310	Strategic Plan	2,100,800	-
2640511	Moyale Civil Registration Office		600,000
	<b>TOTAL</b>	<b>2,100,800</b>	<b>600,000</b>

**Moyale Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2021**

10: CASH BOOK BANK BALANCE

	Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020
			Kshs (30/6/2020)	Kshs (30/6/2019)
	Equity Bank, Moyale Branch, Moyale NG-CDF	A/C no.0298992601	13,679,100	2,764,444
			-	-
			-	-
	<b>TOTAL</b>		<b>13,679,100</b>	<b>2,764,444</b>

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

	Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020
			Kshs (30/6/2020)	Kshs (30/6/2019)
	Equity Bank, Moyale Branch, Moyale NG-CDF	A/C no.0298992601	13,679,100	2,764,444
			-	-
			-	-
	<b>TOTAL</b>		<b>13,679,100</b>	<b>2,764,444</b>

10B: CASH IN HAND)

		2020 - 2021	2019 - 2020
		Kshs (30/6/2021)	Kshs (30/6/2020)
	Location 1	-	-
	Location 2	-	-
	Location 3	-	-
	Other receipts (specify)	-	-
		-	-
	<b>TOTAL</b>	<b>-</b>	<b>-</b>

11: OUTSTANDING IMPRESTS

	Name of Officer	Date imprest taken	Amount Taken	Amount Surrendered	Balance (30/6/2020)
			Kshs	Kshs	Kshs
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
	<b>TOTAL</b>		<b>-</b>	<b>-</b>	<b>-</b>

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12A. RETENTION

		2020-2021	2019-2020
		KShs	KShs
	Retention as at 1st July (A)	-	-
	Retention held during the year (B)	-	-
	Retention paid during the Year (C)	-	-
	Closing Retention as at 30th June D= A+B-C	-	-

12B. GRATUITY

		2020-2021	2019-2020
		KShs	KShs
	Gratuity as at 1 <sup>st</sup> July (A)	-	-
	Gratuity held during the year (B)	-	-
	Gratuity paid during the Year (C)	-	-
	Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	-	-

13. BALANCES BROUGHT FORWARD

		2020- 2021	2019- 2020
		Kshs (1/7/2020)	Kshs (1/7/2019)
	Bank accounts	2,764,444	18,700,730
	Cash in hand		
	Imprest		
	<b>TOTAL</b>	<b>2,764,444</b>	<b>18,700,730</b>

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**14. PRIOR YEAR ADJUSTMENTS**

Description of the error	Balance b/f	Adjustments	Adjusted Balance** b/f
	FY 2019/2020 as per Audited Financial statements		
	Kshs	Kshs	Kshs
Bank accounts balances	-		-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
<b>Total</b>	-	-	-

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

**15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST**

	2020- 2021	2019- 2020
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in accounts receivables (D=A+B-C)	-	-

**16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

	2020- 2021	2019- 2020
	Kshs	Kshs
Deposits and Retention as a t 1st July 2019 (A)	-	-
Deposits and Retention held during the year (B)	-	-
Deposits and Retention paid during the year ©	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	-

**17. OTHER IMPORTANT DISCLOSURES**

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**17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

		2020- 2021	2019- 2020
		Kshs	Kshs
	Construction of buildings	-	-
	Construction of civil works	-	-
	Supply of goods	-	-
	Supply of services	-	-
	<b>TOTAL</b>	-	-

**17.2: PENDING STAFF PAYABLES (See Annex 2)**

		2020- 2021	2019- 2020
		Kshs	Kshs
	NGCDF Staff	-	-
	Others (specify)	-	-
		-	-

**17.3: UNUTILIZED FUND (See Annex 3)**

		2020- 2021	2019- 2020
		Kshs	Kshs
	Compensation of employees	1,756,188	508,605
	Use of goods and services	2,181,233	13,562
	Amounts due to other Government entities (see attached list)	8,098,500	
	Amounts due to other grants and other transfers (see attached list)	1,643,175	2,242,273
	Acquisition of assets	-	
	Others -NGCDF Office	4	4
	Funds pending approval		
	<b>Totals</b>	<b>13,679,100</b>	<b>2,764,444</b>

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17.4: PMC account balances (See Annex 5)

		2020- 2021	2019- 2020
		Kshs	Kshs
	PMC account balances (see attached list)	7,591,069	4,201,960
	Totals	7,591,069	4,201,960

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**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

Supplier of Goods or Services	Original Amount		Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2020	2019	
	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.							
11.							
12.							
Sub-Total							
Grand Total							

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**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

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

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**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		1,756,188	508,605	
Use of goods & services		2,181,233	13,562	
Amounts due to other Government entities		8,098,500		
Sub-Total		12,035,921	522,167	
Amounts due to other grants and other transfers		1,643,175	2,242,273	
Sub-Total		1,643,175	2,242,273	
Acquisition of assets		0	0	
Others-Moyale NGCDF Office		4	4	
			4	
Sub-Total		4		
Funds pending approval				
Grand Total		13,679,100	2,764,444	

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**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost b/f	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost
	(Kshs)			(Kshs)
	2019/20			2020/21
Land				
Buildings and structures	7,976,000			7,976,000
Transport equipment	4,550,000			4,550,000
Office equipment, furniture and fittings	1,753,150			1,753,150
ICT Equipment, Software and Other ICT Assets	933,000			933,000
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
<b>Total</b>	<b>15,212,150</b>			<b>15,212,150</b>

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**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2021**

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Alhuda Primary School	Equity Bank Ltd	1020264299891	69	149
Amballo Police Post	Equity Bank Ltd	1020280980951	209,291	0
Amballo Primary School	Equity Bank Ltd	1020265822267	1,480	-198
Antut Primary School	Equity Bank Ltd	1020273252882	830	430
Bori Junction Mixed Day Secondary School	Equity Bank Ltd	1020279468056	1,447	0
Boori Primary School	Equity Bank Ltd	1020269371692	1,083	0
Butiye Mixed Day Secondary School	Equity Bank Ltd	1020264436265	5,149	849
Butiye Primary School	Equity Bank Ltd	1020264464778	520	760
Dabel Chiefs Office	Equity Bank Ltd	1020280630715	400	0
Dadach Lakole Primary School	Equity Bank Ltd	1020264471150	2,529,306	0
Dr Guracha Memorial Girls Sec	Equity Bank Ltd	1020264563144	407	103,607
Elle Dimtu Primary School	Equity Bank Ltd	1020279481280	3,320	920
Funan Idha AP Camp	Equity Bank Ltd	1020280631885	498,920	0
Funan Idha-Funan Qumbi Rd	Equity Bank Ltd	1020280918087	468,878	0
Funan Qumbi Primary School	Equity Bank Ltd	1020161588470	144,095	2,196
Gadha Korma Primary School	Equity Bank Ltd	1020264464556	4,140	2,620
Godoma Police Post	Equity Bank Ltd	1020280983464	120,450	0
Godoma Primary School	Equity Bank Ltd	1020264472844	1,610	90
Golole Primary School	Equity Bank Ltd	1020196394545		
Heilu Chiefs Office	Equity Bank Ltd	1020276275579	730	450
Heilu Mixed Day Secondary School	Equity Bank Ltd	1020264295582		
Heilu Primary School	Equity Bank Ltd	1020269444606	103,282	570
Kinisa Mixed Day Secondary School	Equity Bank Ltd	1020280918433	55,948	0
Kukub Primary School	Equity Bank Ltd	1020272568225	2,125	1,145
Madhi Adhi Chief Office	Equity Bank Ltd	1020279999833	520	0
Sololo Makutano Primary School	Equity Bank Ltd	1020199815473	761	1
Manyatta Mixed Day Secondary School	Equity Bank Ltd	1020271334201	3,985	0
Moyale Girls Secondary School	Equity Bank Ltd	1020199742098	3,095,000	1
Moyale NGCDF Sports	Equity Bank Ltd	1020265364933	128	-9,911
Moyale NGCDF Strategic Plan	Equity Bank Ltd	1020279997476	0	0
Moyale Primary Schools Furniture PMC	Equity Bank Ltd	1020279619183	400	4,760
Moyale Prison Project	Equity Bank Ltd	1020279647346	160	140,000
Mukh Gura Primary School	Equity Bank Ltd	1020299708673	3,160	2,260
Nana Primary School	Equity Bank Ltd	1020264300852	2,060	1,600
Sessi Mixed Day Secondary School	Equity Bank Ltd	1020299689955	1,684	924
Sessi Primary School	Equity Bank Ltd	1020264275322	464	0
Sololo Primary School	Equity Bank Ltd	1020772315364	171,100	290
Somare Primary School	Equity Bank Ltd	1020277693919	70	70
Township Mixed Day Secondary	Equity Bank Ltd	1020280086292	80	0
Township Primary School	Equity Bank Ltd	1020280086292		
Uran Chiefs Office	Equity Bank Ltd	1020280028221	3,800	0
Uran Mixed Day Secondary School	Equity Bank Ltd	1020266109313	7,135	0
Walda Complex Secondary School	Equity Bank Ltd	1020199543224	142,999	800
Walda Primary School	Equity Bank Ltd	1020269433731	740	340
Watiti Primary School	Equity Bank Ltd	1020162565044	2,973	2,093
Yaballo Primary School	Equity Bank Ltd	1020161539730		
Moyale NGCDF Office	Equity Bank Ltd	1020264295324	372	1,032
<b>Total</b>			<b>7,591,069</b>	<b>257,847</b>

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**XIV.PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Transfer to Secondary School of Kshs 2,000,000 for the Township Sec School –The fund was used Contrary to Sec 60(1) of the Public Procurement and Asset Disposal Act 2015	All essential Procurement Documents for the Project provided to the Auditors in the Draft Audit Response	Communication on whether resolved or outstanding not received from the OAG	31 <sup>st</sup> December 2021
2.0	Security Heilu Border Patrol Base for the Construction of the Three Door Pit Latrines and Two Door Bathrooms for Kshs 1,187,500 Funds Used Contrary to Section 60(1) of the Public Procurement and Asset Disposal Act 2015	All essential Procurement Documents for the Project provided to the Auditors in the Draft Audit Response	Communication on whether resolved or outstanding not received from the OAG	31 <sup>st</sup> December 2021
3.0	Other Grants and Other Payments-Sports Cash of Kshs 2,180,818 Where the procurement documents lack essential specification as per 106(c) of the Public Procurement and Asset Disposal Act of 2015.	All essential Procurement Documents with the specifications for the Project provided to the Auditors in the Draft Audit Response	Communication on whether resolved or outstanding not received from the OAG	31 <sup>st</sup> December 2021
4.0	Project Implementation Status for the Year 2019/2020 not availed for Audit Purpose	The report provided to the OAG	Communication on whether resolved or outstanding not received from the OAG	31 <sup>st</sup> December 2021

