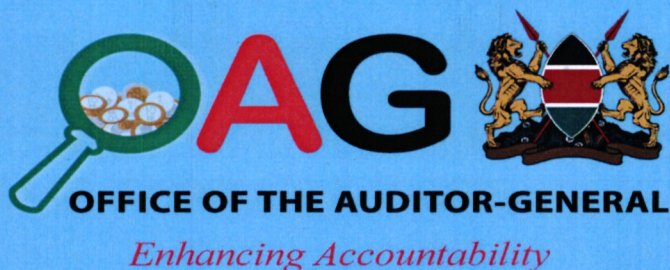


REPUBLIC OF KENYA



REPORT

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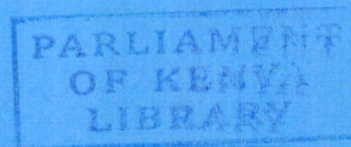
THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NORTH HOKURU CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2022**

THE NATIONAL ASSEMBLY	
P.	
DATE: 06 JUL 2023	OGV. Thursday
TABLED BY: Hon. Samuel Chepkonga, MP	
CLERK OF THE TABLE: Joyce Kemelle	



OFFICE OF THE AUDITOR GENERAL
UPPER EASTERN REGIONAL OFFICE - ISIOLO

06 APR 2023

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P. O. Box 1027 - 60300, ISIOLO

Revised Template 30th June 2022



NORTH HORR CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

***North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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I. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 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;

***North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The NORTH HERR 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)

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2022 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	SALIM HASSAN HUSSEIN
2.	Sub-County Accountant	SIMON KARANJA
3.	Chairman NGCDFC	IBRAE HOSEA UMURO
5.	Member NGCDFC	DENGE BONAYA ROBA

(d) Fiduciary Oversight Arrangements

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

P.O. Box 165-60500
Annmaria House
Behind Deputy County Commissioners Office,
Marsabit, Kenya

(f) North Horr Constituency NG-CDF Contacts

Telephone: (254) 720 108 050
E-mail: cdfnorthhorr@ng-cdf.go.ke
Website: www.ng-cdf.go.ke

(g) NORTH HERR Constituency NGCDF Bankers

Kenya Commercial Bank Ltd,
Marsabit Branch
P.O. Box 83
Marsabit, Kenya

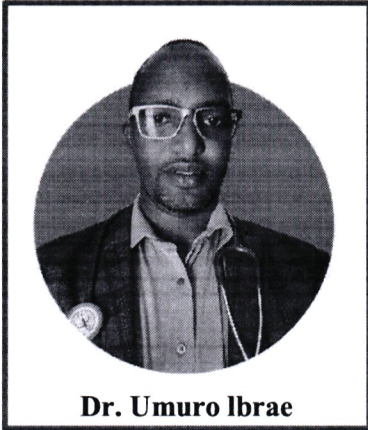
(h) Independent Auditors

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

II. NG-CDFC Chairman’s Report

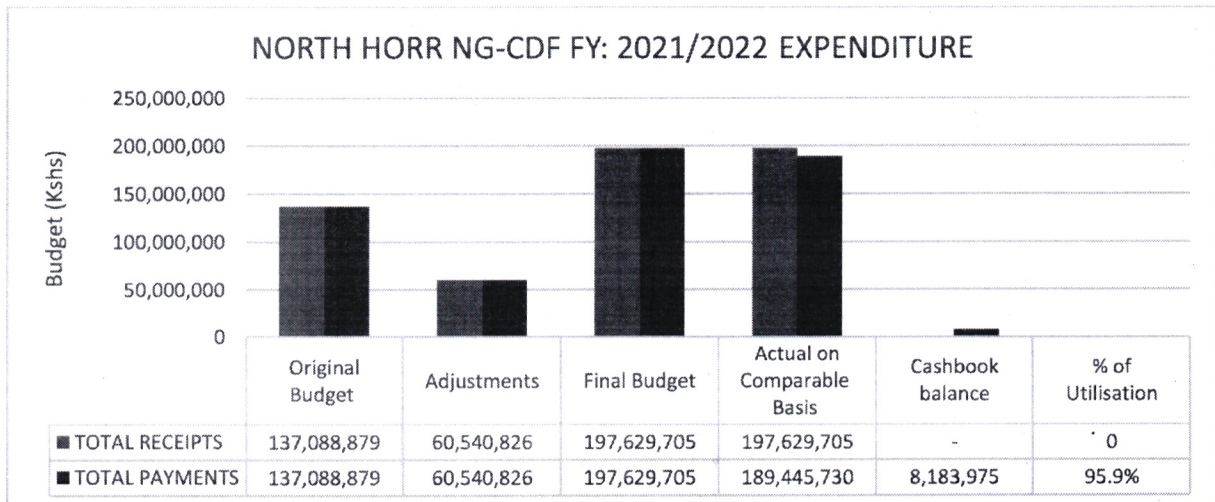


Through the Initiative of the GOK, North Horr stands as one of the constituencies that had tremendous achievement in the implementation of public projects geared towards social-economic development of the region.

Since its inception, NG-CDF has stood with us as a unique government programme that had uplifted the living standards of our people. Through NG-CDF we have had uncountable number of classrooms started in North Horr, Eight Secondary Schools initiated and thousands of students sponsored in Secondary Schools, Colleges and Universities. In Support of the Presidents Big 4 Agenda, North Horr NG-CDF has supported students undertaking Medical and Teaching Courses. NG-CDF had helped this constituency realised some dreams which have been delayed or would not have been

possible to achieve in North Horr Constituency.

During the Fiscal year 2021/2022, North Horr NG-CDF had a final budget Kshs 197,629,705. The Constituency was able to utilise Kshs 189,445,730 of these funds (96%) as at 30th June, 2022.



NG-CDF was able to implement various development projects in the constituency which have added value to the services and development programmes essential for the achievement of social-economic progress in the society. In Line with Government Vision to realise economic growth in the regions, it has spurred vibrant life among local communities. Among the successful public projects implemented through NG-CDF include:

- Kalacha Girls High School; The Girls School was financed from scratch and now has almost all structures completed. The School has an enrolment of over 120 pupils and is currently having

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

the first lot admitted in Form Four. More infrastructure is being implemented with additional funds for construction of dormitory.

- Chalbi High School-Formely Hon Dr Godana Memrial School has seen a major facelift and infrastructure improvement which includes classroom and dormitory constructions. The School has a population of over 500 pupils who are benefiting from NG-CDFC Bursary Scholarships.

NG-CDF is making critical investments in public projects and the demands for NG-CDF projects is rising day by day. North Horr NG-CDFC has paid over Khs 43 Million in Bursary during the Financial year which was still inadequate.

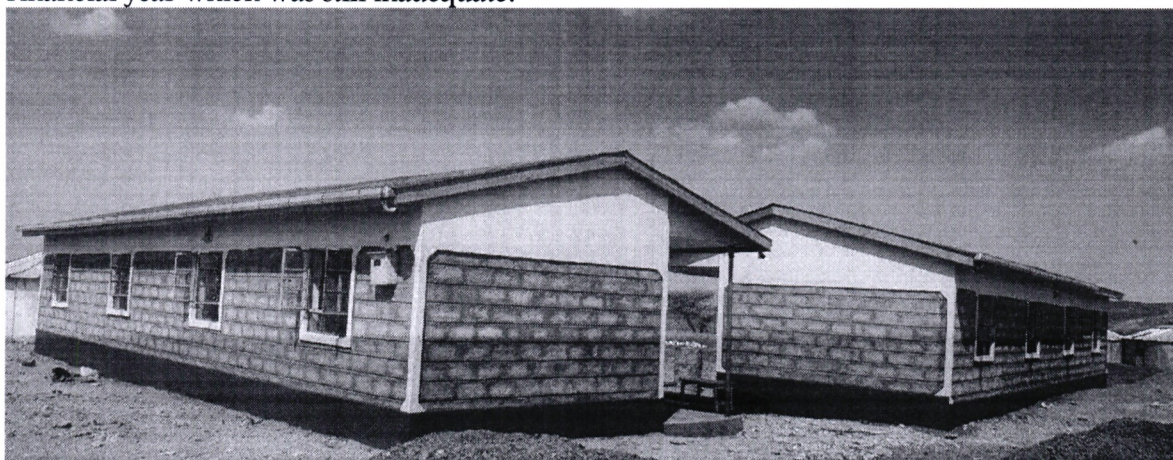
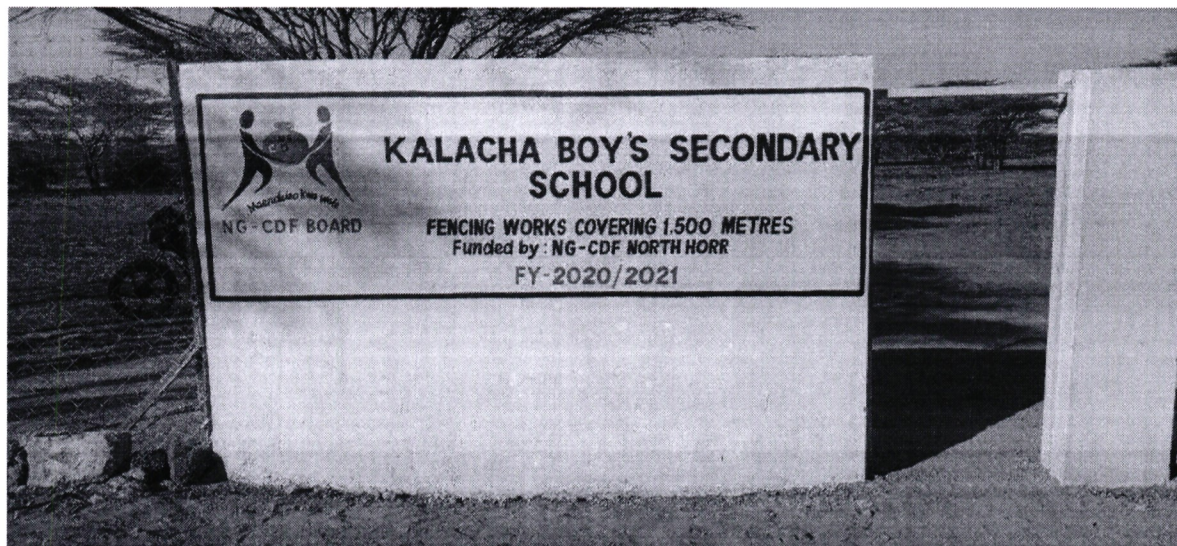


Figure 1 Twin staff houses block at Gas police post



**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
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Despite its minimal annual allocation, NG-CDF had tried to balance the needs of the community and prioritized development activities at location and ward levels. Every two years North Horr NG-CDFC conduct a public forum where members of the public gather to give their priority projects. Based on the priorities raised funds are allocated to implement various projects.

However Much NG-CDFC tries to balance the needs, still more challenges abound. These includes increased needs due to awareness creations, minimal funding, competition over the scarce funds by various projects and communities, political influences from competitors and limited functions. Since NG-CDF is a National Government Fund, it is only allowed by Law to finance National Government functions.

Through proper planning, NG-CDF North Horr is able to balance the needs of the projects and ensure key and priority projects that have maximum impact on the community are financed.

As North Horr NG-CDFC Chairman I wish to give the following recommendations to the Government and other stakeholders to help NG-CDF realise its development dreams:

- That at least the NG-CDF funding be raised from the current 2.5% of the revenue to a higher percentage to ensure increased funding to support development projects at the grassroot. NG-CDF has since inception done wonderful grassroot development programmes.
- That NG-CDF be allowed to fund projects that falls outside the national government functions to ensure an all inclusive development projects that covers all sectors.

That NG-CDF be given an opportunity to partner with Donors and other development partners such as World Bank and International Donor Agencies to promote development projects in the communities.



.....
**YATTANI HALAKE WARIO
CHAIRMAN
NG-CDF COMMITTEE**

III. Statement of Performance Against Predetermined Objectives for FY:2021/22

Introduction

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

The key development objectives of **NORTH HARR Constituency 2018-2022** plan are to:

1. To improve access to education and training for Primary, Secondary and Tertiary institutions in North Horr Constituency
2. To improve the learning environment
3. To improve performance in national examination
4. To improve the working conditions of security personnel
5. To promote environmental conservation
6. To promote youth initiatives to build and nurture their talents and skills in sports
7. To improve access to ICT infrastructure

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve access to education and training	<ul style="list-style-type: none"> • Increased transition from primary to secondary schools • Increased transition from secondary school to technical and vocational skills • Increase the number of youth with technical and vocational 	Increase provision of bursaries to students in primary and secondary schools, Technical, Industrial, Vocational and Entrepreneurship Training Institutions, and Universities	<p>Number of form one enrollment increased from 1,200 to 2,000</p> <p>Number of Bursary fund beneficiaries increased from 3,000 to 4,000</p>

North Horr Constituency
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		skills • Increase the employability of skilled youths		
	To improve the learning environment	Improved performance in primary, secondary and technical and vocational training institutions	To provide infrastructure in Primary and Secondary schools, Special Education Schools and TVET Institutions. To equip schools with learning materials and equipment	Number of classrooms increased by 15

Program	Objective	Outcome	Indicator	Performance
Environment	To promote environmental conservation	Increase in knowledge, skills and passion for sustainable environment	Adopting environmental friendly practices promotional talks on increasing forest cover and environmental conservation	Number of trees planted increased from 5 to 15
Security	To improve the working conditions of security personnel	Reduction in crime rate Secure business environment	Improving security infrastructure	Secure business environment Number of security personnel staff quarters increased from 10 to 20
Sports	To promote youth initiatives to build and nurture their talents	Decreased dependency ratio in crime rate Increased number of youth engaged in gainful employment	Sponsor sports tournaments Provide sports equipment (balls and uniforms) to sports teams	Number of youth groups benefitting from the sports programme increased from 50 to 100
Information Communication and Technology (ICT)	To improve access to infrastructure for ease of doing business	Increase in online business uptake by youth	Establish four ICT hubs in the Constituency	Number of ICT centres at the chiefs' offices increased from 0 to 4

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

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

2. Environmental performance

- North Horr NG-CDF constructed school fence to improve environment.

3. Employee welfare

We invest in providing the best working environment for our employees. North Horr constituency recruitment is guided by Employment Act, NG-CDF 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. North Horr 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-

North Horr NGCDF Constituency is committed to fair and ethical market practises.

***North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

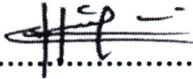
***North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
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The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

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



.....
**SALIM HASSAN HUSSEIN
FUND ACCOUNT MANAGER**

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

The Accounting Officer in charge of the NGCDF- North Horr Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency* 's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- North Horr 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.

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

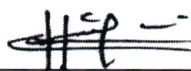
The Accounting Officer in charge of the NGCDF North Horr Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used 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- North Horr Constituency financial statements were approved and signed by the Accounting Officer on **7th September 2022**.



Chairman NGCDF Committee
Name: Yattani Halake Wario



Fund Account Manager
Name: Salim Hassan Hussein

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NORTH HERRING CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

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 the intended purpose.
- C. Report on Effectiveness of Internal Control, 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

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - North Herring Constituency set out on pages 1 to 40, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of

Report of the Auditor-General on National Government Constituencies Development Fund - North Herring Constituency for the year ended 30 June, 2022

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, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - North Horr Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and National Government Constituencies Development Fund Act, 2015.

Basis for Opinion

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects budgeted receipts of Kshs.197,629,705 and all the funds were received. The Fund expended Kshs.189,445,730 against an approved budget of Kshs.197,629,705 resulting to an under-expenditure of Kshs.8,183,975 or 4% of the budget.

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

2. Prior Year Matters

In the audit report for the previous year, several paragraphs were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management has not resolved the issues nor disclosed all the prior year matters as provided by the Public Sector Accounting Standards Board templates.

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. Inequitable Transfer of Resources - Secondary Schools

The statement of receipts and payments reflects Kshs.68,194,720 in respect to transfer to other Government entities which includes Kshs.33,230,000 transferred to Secondary schools as disclosed in Note 6 to the financial statements. This component includes Kshs.24,030,000 (being 72.3% of total allocation to secondary schools) transferred to one secondary school to implement various projects at the expense of other schools in the constituency contrary to Section 24 of the National Government Constituencies Development Fund Act, 2015 which stipulates that a project under this Act shall only be in respect of works and services falling within the functions of the National Government under the Constitution; and be community-based in order to ensure that the benefits are available to a wide cross-section of the inhabitants of a particular area.

Further, Article 227(1) of the Constitution of Kenya requires that when a state organ or any other public entity contracts for goods or services, it shall do so in accordance with a system that is fair, equitable, transparent, competitive and cost-effective.

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

2. Un-surrendered Project Management Committee (PMC) Account Balances

Note 17.3 to the financial statements on other important disclosure on unutilized Fund reflects a balance of Kshs.8,183,975 held by the various PMCs bank Accounts at the close of the year. However, the PMC balances were not returned to the main account at the close of the year contrary to the National Government Constituencies Development Fund (NGCDF) Act, 2015 Section 12(8) which require that the balances be returned to the main constituency operations at the close of the year and the same be receipted as other receipts in the cash book.

In the circumstances, Management was in breach of the law

3. Construction of Roads

The statement of receipts and payments reflects Kshs.108,754,746 in respect to other grants and other transfers as disclosed in Note 7 to the financial statements. Included in the balance is Kshs.50,400,00 for security projects which includes Kshs.32,000,000 in respect to construction of roads. However, the class of roads constructed falls under the county governments. This is contrary to the National Government Constituencies Development Fund (NGCDF) Act, 2015 Section 24 which states that a project under this Act shall: (a) only be in respect of works and services falling within the functions of the

National Government under the Constitution; and (b) be community based in order to ensure that the benefits are available to a widespread cross-section of the inhabitants of a particular area.

In the circumstance, Management was in breach of the law

4. Other Grants and Transfers

The statement of receipts and payments reflects Kshs.108,754,746 being other grants and transfers as disclosed in Note 7 to the financial statements. Included in this balance is Kshs.50,400,000 under security projects which further includes a payment of Kshs.1,120,000 for sixteen (16) signages at a cost of Kshs.70,000 per signage. However, only five (5) signages were installed leaving eleven signages uninstalled although Kshs.770,000 for the eleven had been paid for.

In the circumstances, it has not been possible to determine if the Fund got value for money from the expenditure of Kshs.770,000.

5. Unsatisfactory Implementation of Projects

The statement of receipts and payments reflects Kshs.68,194,720 in respect to transfer to other Government entities which includes implementation of various primary, secondary schools and tertiary institutions' projects as disclosed in Note 6 to the financial statements. Physical verification revealed that Included in the balance is Kshs.550,180 paid to contractors for work not executed in the following institutions as shown below:

Institution	Kshs.
Maikona Secondary School	30,380
Kalacha Boys' Secondary School	78,900
Kalacha Girls Secondary School	93,700
Bishop Cavalleria Secondary School	30,100
North Horr Technical Training Institute	317,100
Total	550,180

In the circumstances, value for money on the expenditure of Kshs.550,180 could not be confirmed.

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

REPORT ON 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 else has come to my attention to cause me to believe that internal control, risk management and overall governance were not effective.

Basis for Conclusion

Summary of Fixed Assets

Annex 4 to the financial statements reflects a balance of Kshs.16,285,097 in respect to summary of fixed assets. However, the fixed assets register provided for audit review reflects a balance of Kshs.22,952,201 resulting to an unexplained variance of Kshs.6,667,104.

In the circumstances, the effectiveness of the assets, internal control systems could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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

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

governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

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


CPA Nancy Gathungu, SBS
AUDITOR-GENERAL

Nairobi

13 June, 2023

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

VII. Statement of Receipts and Payments for the Year Ended 30th June 2022

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	182,177,758	161,367,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		182,177,758	161,367,724
Payments			
Compensation Of Employees	4	4,532,242	4,042,400
Use Of Goods and Services	5	7,840,642	10,909,572
Transfers To Other Government Units	6	68,194,720	70,885,873
Other Grants and Transfers	7	108,754,746	60,245,057
Acquisition Of Assets	8	123,380	6,499,136
Other Payments	9	-	-
Total Payments		189,445,730	152,582,038
Surplus/(Deficit)		(7,267,971)	8,785,686


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

The Constituency financial statements were approved on **7th September 2022** and signed by:



Fund Account Manager

Name: Salim Hassan Hussein



**National Sub-County
 Accountant**

Name: Simon Karanja
 ICPAK M/No: 17834



Chairman NG-CDF Committee

Name: Yattani Halake Wario

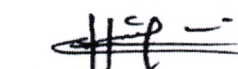
**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

VIII. Statement of Assets and Liabilities as at 30th June, 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	8,183,975	15,451,947
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		8,183,975	15,451,947
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		8,183,975	15,451,947
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		8,183,975	15,451,947
Represented By			
Fund Balance B/Fwd	13	15,451,947	6,666,261
Prior Year Adjustments	14	-	-
Surplus/Deficit for The Year		(7,267,971)	8,785,686
Net Financial Position		8,183,975	15,451,947

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

The Constituency financial statements were approved on 7th September 2022 and signed by:



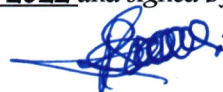
Fund Account Manager

Name: Salim Hassan Hussein



National Sub-County
Accountant

Name: Simon Karanja
ICPAK M/No: 17834



Chairman NG-CDF
Committee

Name: Yattani Halake Wario

*North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

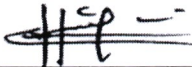
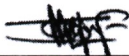

IX. Statement of Cash Flows for the Year Ended 30th June 2022

	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	182,177,758	161,367,724
Other Receipts	3	-	-
Total Receipts		182,177,758	161,367,724
Payments			
Compensation Of Employees	4	4,532,242	4,042,400
Use Of Goods and Services	5	7,840,642	10,909,572
Transfers To Other Government Units	6	68,194,720	70,885,873
Other Grants and Transfers	7	108,754,746	60,245,057
Other Payments	9	-	-
Total Payments		189,322,350	146,082,902
Total Receipts Less Total Payments		(7,144,591)	15,284,822
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	-
Net Cash Flow from Operating Activities		(7,144,591)	15,284,822
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	(123,380)	(6,499,136)
Net Cash Flows from Investing Activities		(123,380)	(6,499,136)
Net Increase In Cash And Cash Equivalent		(7,267,971)	8,785,686
Cash & Cash Equivalent At Start Of The Year	10	15,451,947	6,666,261
Cash & Cash Equivalent At End Of The Year	10	8,183,975	15,451,947

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

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

The Constituency financial statements were approved on 7th September 2022 and signed by:

 _____	 _____	 _____
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Salim Hassan Hussein	Name: Simon Karanja ICPAK M/No: 17834	Name: Yattani Halake Wario

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

X. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipts/Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization f=d/c %
	a	b	Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding disbursements Kshs				
	2021/2022				2021/2022	30/06/2022		
Receipts								
Transfers From NG-CDF Board	137,088,879		15,451,947	45,088,879	197,629,705	197,629,705	0	
Proceeds From Sale of Assets					0	-	-	0.0%
Other Receipts					0	-	-	0.0%
Totals	137,088,879		15,451,947	45,088,879	197,629,705	197,629,705	0	100.0%
Payments								
Compensation Of Employees	3,430,000.00		1,215,218.99	0	4,645,219	4,532,242	112,977	97.6%
Use Of Goods and Services	8,784,619.11		586,441.14	0	9,371,060	7,840,642	1,530,418	83.7%
Transfers To Other Government Units	41,694,020.20		7,887,183.24	19,024,583.01	68,605,786	68,194,720	411,066	99.4%
Other Grants and Transfers	83,056,859.69		5,562,952.76	26,064,296.29	114,684,109	108,754,746	5,929,363	94.8%
Acquisition of Assets	123,380		-	0	123,380	123,380	-	100.0%
Other Payments	0		0	0	0	-	-	0.0%
Funds pending approval			200,150	0	200,150	-	200,150	0.0%
Totals	137,088,879		15,451,946	45,088,879	197,629,704	189,445,730	8,183,975	95.9%

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

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

- (a) The revenue items exclude the AIA for the Year 2021/2022. The Constituency did not realise any AIA
- (b) The adjustments comprise of funds for the Fiscal Year 2020/2021 not received as at 30th June 2021 (Kshs 45,088,879) and the Balance of the funds received but not utilised (Kshs. 15,451,947Cash Book Balance).
- (c) The Constituency had no over utilization during the year. The total utilization of the Annual budget stood at 96% depicted by more fund disbursement by NG-CDF board as compared to previous year.
- The Compensation of Employees scored a utilization percentage of 98% for the year. This result from a balance brought forward from previous years.
 - Use of goods and services had a utilization of 84% for the year.
 - Transfer to other Government Entities had a utilization of 99.4% and this originated from 100% disbursements of fund from board as at 30th June 2022.
 - Other Grants and Transfers stood at 95%
 - The computer was bought from administration good and services budget that's is reflected on Acquisition of Assets

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	8,183,975
Less undisbursed funds receivable from the Board as at 30 th June 2022	0
	8,183,975
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	8,183,975

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

The Constituency financial statements were approved on 7th September 2022 and signed by:



Fund Account Manager

Name: Salim Hassan Hussein



National Sub-County Accountant

**Name: Simon Karanja
ICPAK M/No: 17834**



Chairman NG-CDF Committee

Name: Yattani Halake Wario

North Horr Constituency

**National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

Programme/Sub-programme	Original Budget 2021/2022 Kshs	Adjustments		Final Budget 2021/2022 Kshs	Actual on comparable basis 30/06/2022 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,430,000.00	1,215,218.99		4,645,219	4,532,242	112,977
1.2 Committee allowances	2,500,000.00	21,651.00		2,521,651	2,353,000	168,651
1.3 Use of goods and services	2,171,952.74	238,198.00		2,410,151	2,075,062	335,089
2.0 Monitoring and evaluation						
2.1 Capacity building	1,500,000.00	274,170.00		1,774,170	1,100,000.00	674,170
2.2 Committee allowances	1,200,000.00	-		1,200,000	1,195,000.00	5,000
2.3 Use of goods and services	1,412,666.37	52,422.14		1,465,089	1,117,580	347,509
3.0 Emergency						
3.1 Primary Schools	7,192,207.00	-	1,414,873	8,607,080	8,476,800	130,280
3.2 Secondary schools						
3.3 Tertiary institutions						
3.4 Security projects						
4.0 Bursary and Social Security						
4.1 Primary Schools	34,481,097.53	1,221,715.66	746,895.82	36,449,709	34,420,641.00	2,029,068
4.2 Secondary Schools	10,000,000.00	986.70		10,000,987	9,073,750.00	927,237
4.3 Tertiary Institutions						
4.4 Universities						

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.5 Social Security						
5.0 Sports						
5.1 Sport activities	2,741,777.58		2,741,777.59	5,483,555	3,641,777	1,841,778
5.2						
5.3						
6.0 Environment						
North Horr Boys' Secondary School	2,741,777.58			2,741,778	2,741,778	-
6.2						
6.3						
7.0 Primary Schools Projects (List all the Projects)						
Shurr Primary School	540,000.00			540,000	540,000.00	-
Hurri Hills Primary School	4,000,000.00		500,000	4,500,000	4,500,000.00	-
Bishop Cavallera Primary School	4,000,000.00			4,000,000	4,000,000.00	-
Gamura Primary School	1,600,000.00			1,600,000	1,600,000.00	-
Dukana Nomadic Primary School	3,400,000.00			3,400,000	3,400,000.00	-
Barambate Primary School	1,000,000.00	175,416.99	2,924,583.01	4,100,000	4,100,000.00	-
North Horr Primary School	680,000.00			680,000	680,000.00	-
El-Isacko Malla Primary School	1,400,000.00			1,400,000	1,400,000.00	-
El-Besso Primary School	1,400,000.00			1,400,000	1,400,000.00	-
Bubisa Primary School	500,000.00			500,000	500,000.00	-
Hurri Hills Primary School	440,000.00			440,000	440,000.00	-

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Baqaqa Primary School	440,000.00	600,000.00		1,040,000	1,040,000.00	-
Shankera Primary School	220,000.00			220,000	220,000.00	-
Revision Books		3,511,766.25		3,511,766	3,500,700	11,066
Turbi Nomadic Primary School		2,800,000.00	400,000.00	3,200,000	2,800,000	400,000
Segel Primary School		800,000.00		800,000	800,000	-
Qorqa Primary School			1,500,000.00	1,500,000	1,500,000	-
8.0 Secondary Schools Projects (List all the Projects)						
Kalacha Boys' Secondary School	3,400,000.00		7,400,000.00	10,800,000	10,800,000.00	-
Kalacha Boys' Secondary School	4,430,000.00		6,300,000.00	10,730,000	10,730,000.00	-
Kalacha Boys' Secondary School	2,500,000.00			2,500,000	2,500,000.00	-
Turbi Girls High School	3,200,000.00			3,200,000	3,200,000.00	-
Maikona Girls Secondary School	3,200,000.00			3,200,000	3,200,000.00	-
Kalacha Girls Secondary School	2,800,000.00			2,800,000	2,800,000.00	-
9.0 Tertiary institutions Projects (List all the Projects)						
North Horr Technical Training Institute	1,000,000.00			1,000,000	1,000,000	-
North Horr Technical Training Institute	1,544,020.20			1,544,020	1,544,020	-
10.0 Security Projects						
Gas Police Post	2,000,000.00	500,000.00	4,000,000	6,500,000	6,500,000	-
Gas Police Post	1,000,000.00			1,000,000	-	1,000,000
Balesa Saru Police Post	2,000,000.00	3,839,250.40	2,160,749.60	8,000,000	8,000,000	-

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Illeret Assistant County Commissioner Office	2,500,000.00	1,000.00		2,501,000	2,500,000	1,000
Bubisa Police Post	500,000.00			500,000	500,000	-
Gas - Qete Security Road	3,500,000.00		3,500,000.00	7,000,000	7,000,000	-
Qete - Gof Dima Security Road	4,000,000.00		4,000,000.00	8,000,000	8,000,000	-
Forole - Ulani Chabich Security Road	3,500,000.00		4,000,000.00	7,500,000	7,500,000	-
Segel - Chiratone Security Road	3,400,000.00			3,400,000	3,400,000	-
Balesa Saru - Goth Biresa Security Road	3,500,000.00		3,500,000.00	7,000,000	7,000,000	-
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment						
11.4 Purchase of computers	123,380			123,380	123,380	-
11.5 Purchase of land						
12.0 Others						
12.1 Strategic Plan						
12.2 Innovation Hub						
12.2						
Funds pending approval**		200,150.00		200,150		200,150
Total	137,088,879	15,451,946	45,088,879	197,629,704	189,445,730	8,183,975

***North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
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(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury

XI. 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- *North Horr* Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 10th June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

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.

**North Horr Constituency
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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO. B096997		18,000,000.00
AIE NO. B104663		26,000,000.00
AIE NO. A823706		20,274,748.95
AIE NO. B105150		5,092,975.15
AIE NO. B124640		9,000,000.00
AIE NO. B119610		10,000,000.00
AIE NO. B120000		13,000,000.00
AIE NO. B128241		6,900,000.00
AIE NO. B132003		6,000,000.00
AIE NO. B132297		6,000,000.00
AIE NO. B138966		13,000,000.00
AIE NO. B126285		6,100,000.00
AIE NO. B105053		10,000,000.00
AIE NO. B140696		12,000,000.00
	33,800,000.00	
AIE NO. B105249	11,288,879.30	
AIE NO. B089073	44,000,000.00	
AIE NO. B105540	24,000,000.00	
AIE NO. B105901	12,000,000.00	
AIE NO. B128973	5,000,000.00	
AIE NO. B128661	15,000,000.00	
AIE NO. B154170	19,088,879.00	
AIE NO. B155531	18,000,000.00	
TOTAL	182,177,758	161,367,724

2. Proceeds from Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	-	-

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Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

North Horr Constituency
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Notes To the Financial Statements (Continued)

4. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,169,584.00	3,867,944
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,201,162.00	-
Employer Contributions Compulsory national social security schemes	161,496.00	174,456
Total	4,532,242.00	4,042,400

5. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Utilities, supplies and services	15,600.00	9,450
Electricity	-	28,774
Water & sewerage charges	-	-
Office rent	450,000.00	650,000
Communication, supplies and services	-	0
Domestic travel and subsistence	651,980.00	192,800
Printing, advertising and information supplies & services	-	0
Rentals of produced assets	-	-
Training expenses	1,100,000.00	300,000
Hospitality supplies and services	-	0
Other committee expenses	1,895,000.00	1,268,800
Committee allowance	1,653,000.00	5,896,500
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	253,050.00	80,000
Fuel , oil & lubricants	1,080,000.00	912,000
Other operating expenses	307,000.00	0
Bank service commission and charges	25,012.00	6,628
Other Operating Expenses	-	100,000

North Horr Constituency
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Security operations	-	60,000
Routine maintenance - vehicles and other transport equipment	410,000.00	1,322,120
Routine maintenance- other assets	-	82,500
Total	7,840,642.00	10,909,572

North Horr Constituency
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Notes to The Financial Statements (Continued)

6. Transfer to Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	32,420,700.00	30,085,149
Transfers To Secondary Schools (See Attached List)	33,230,000.00	35,255,652
Transfers To Tertiary Institutions (See Attached List)	2,544,020.20	5,545,072
Total	68,194,720.20	70,885,873

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	34,420,641.00	19,329,521
Bursary – tertiary institutions (see attached list)	9,073,750.00	16,716,950
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	50,400,000.00	9,500,000
Sports projects (see attached list)	3,641,777.00	2,327,354
Environment projects (see attached list)	2,741,777.58	5,389,132
Emergency projects (see attached list)	8,476,800.00	6,982,100
Total	108,754,745.58	60,245,057

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	6,499,136
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	123,380	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	123,380	6,499,136

North Horr Constituency
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Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)	8,183,975	15,451,947
<i>Kenya Commercial Bank, Marsabit Branch. North Horr NG-CDF A/C no.1102641855</i>		
Total	8,183,975	15,451,947
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

11: Outstanding Imprests

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

North Horr Constituency
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[Include an annex if the list is longer than 1 page.]

Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

[Provide short appropriate explanations as necessary.]

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

[Provide short appropriate explanations as necessary]

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	15,451,947	6,666,261
Cash in hand	-	-
Imprest	-	-
Total	15,451,947	6,666,261

[Provide short appropriate explanations as necessary]

North Horr Constituency
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14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

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

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Changes in Accounts Payable E= D-E	-	-

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	112,977	1,215,219
Use of goods and services	1,530,418	385,426
Amounts due to other Government entities (see attached list)	411,066	23,400,000.70
Amounts due to other grants and other transfers (see attached list)	5,929,363	35,339,166.22
Acquisition of assets	-	864
Funds pending approval	200,150	200,150
Total	8,183,974.65	60,540,826

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	8,111,248.95	6,825,421.30
Total	8,111,248.95	6,825,421.30

**North Horr Constituency
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**Annexes
Annexes: 1 Analysis of Pending Accounts Payable**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To- Date	Outstanding Balance 2022	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

**North Horr Constituency
 National Government Constituencies Development Fund (NG-CDF)
 Annual Report and Financial Statements for The Year Ended June 30, 2022
 Annex 2 - Analysis of Pending Staff Payables**

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

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees		112,977	1,215,218.99	
Use of goods & services		1,530,418	385,426.31	
Sub-Total		1,643,395	1,600,645.30	
Amounts due to other Government entities				
Segel primary school	Renovation of 2 No. classrooms; flooring, walling, roofing & painting to completion for Ksh. 400,000 each		800,000.00	
Turbi Nomadic Girls primary school	Completion of construction of 2 No. classrooms; fixing of 10 No. windows for Kshs.50,000; 2 No. metallic doors for Kshs.20,000; guttering for Kshs.40,000; painting works for Kshs.50,000 and 40 wooden desks for Kshs.240,000		400,000.00	
Baqaqa primary school	Supply and delivery of 90 desks for Kshs.540,000 and transportation for Kshs.60,000 is high due transportation from Marsabit town to Hurri Hill which is approximately 200km		600,000.00	
Barambate primary school	Construction of one unit with four rooms staff house to completion for Kshs.2,000,000 and solar system installation for Kshs.300,000 (wiring works for Kshs.66,000; 3 solar panels 200 watt for Kshs.120,000; 3 solar batteries for Kshs.64,000; 1 inverter for Kshs.25,000; 1 charge controller for Kshs.25,000)		2,300,000.00	

**North Horr Constituency
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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Barambate primary school	Renovation of 2 No. classrooms; flooring, walling, roofing & painting to completion for Kshs.400,000 each		800,000.00	
Qorqa primary school	Fencing works covering 900 metres with metallic posts, chainlink and barbed wire to completion		1,500,000.00	
Turbi Nomadic Girls primary school	Construction two classroom	400,000.00	2,800,000.00	
Bishop Cavallera primary school	Re-Allocation		500,000.00	
Kalacha Boys' Secondary School	Construction of a 40 capacity 1 No. dormitory for Kshs.3,520,000 with 20 double decker beds for Kshs.300,000 and 40 mattresses 3" by 4" for Kshs.180,000 to completion		4,000,000.00	
Kalacha Boys' Secondary School	Construction of a 50 capacity 1 No. science laboratory to completion		4,500,000.00	
Kalacha Boys' Secondary School	Construction of a 1 No. 160 capacity dining hall, kitchen and store block to completion (4,800,000-2,400,000) Partly paid		2,400,000.00	
Kalacha Boys' Secondary School	Construction of one unit with 5 rooms' staff house to completion		2,800,000.00	
Revision Book		11,066		
Sub-Total		411,066.25	23,400,000.00	
Amounts due to other grants and other transfers				
Emergency Reserve	To cater for any urgent and unforeseen activity in the constituency during the financial year	130,280	1,739,788.76	

**North Horr Constituency
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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Bursary Tertiary Institutions	Payment of bursary to needy students in Tertiary Institutions	927,237	986.73	
Bursary Secondary Schools	Payment of bursary to needy students in Secondary Schools	2,029,068	1,712,239.85	
Constituency Sports Activities	Purchase of sports kits i.e.72 number Balls,8 number trophies, 270 piece fully branded uniforms kit for the following registered team	1,841,778	2,873,384.56	
Kalacha Boys' Secondary School	Fencing works covering 1,500 metres with metallic posts, chainlink and barbed wire to completion		0.07	
Purchase of NG-CDF Branded Revision Text Books	Purchase and Distribution of Branded Revision Text Books for Std 7 and 8 Pupils in 20 Primary Schools @ Kshs 152,174 p		3,511,766.25	
Gas police post	Construction of 2 units with 4 rooms each police staff quarters to completion each unit @Kshs.2,000,000		4,000,000.00	
Gas police post	Solar installation on the 2 No. staff house to completion (wiring works for Kshs.82,000; 6 solar panels 200watt for Kshs.240,000; 4 solar batteries for Kshs.128,000; 1 inverter for Kshs.25,000; 1 charge controller for Kshs.25,000)	1,000,000.00	500,000.00	
Balesa Saru police post	Construction of 2 units with 4 rooms each police staff quarters to completion each unit @Kshs.2,000,000		4,000,000.00	
Balesa Saru police post	Fencing works covering 900 metres with metallic posts, chainlink and barbed wire to completion		1,500,000.00	

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Balesa Saru police post	Solar installation on the 2 no. staff house to completion (wiring works for Kshs.82,000; 6 solar panels for Kshs.240,000; 4 batteries for Kshs.128,000; 1 inverter for Kshs.25,000; 1 charge controller for Kshs.25,000)		500,000.00	
Gas - Qete security road	Spot improvement and maintenance of Gas - Qete security road covering 16km; grading, boulders removal and creation of drainage systems to completion		3,500,000.00	
Forole - Ulani Chabich security road	Spot improvement and maintenance of Forole - Ulani Chabich security road covering 18km; grading, boulders removal, and creation of drainage systems to completion		4,000,000.00	
Qete – Gof Dima security	Spot improvement and maintenance of Qete – Gof Dima security road covering 18km; grading, boulders removal, and creation of drainage systems to completion		4,000,000.00	
Balesa Saru - Goth Biresa security road	Spot improvement and maintenance of Balesa Saru - Goth Biresa security road covering 16km; grading, boulders removal and creation of drainage systems to completion		3,500,000.00	
Previous balances B/F for prious project		1,000.00		
Sub-Total		5,929,363.16	35,339,166.22	
Acquisition of assets				
motor vehicle	Purchase of Motor Vehicle		864.00	

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National Government Constituencies Development Fund (NG-CDF)
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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Others (specify)				
Funds pending approval	AIA-sale of motor vehicle	200,150.00	200,150.00	
Sub-Total		200,150.00	201,014.00	
Funds pending approval				
Grand Total		8,183,974.65	60,540,825.52	

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land				
Buildings and structures				
Transport equipment	15,048,621	6,781,000		21,829,621
Office equipment, furniture and fittings	567,896		194,896	373,000
ICT Equipment, Software and Other ICT Assets	545,200	204,380		749,580
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	16,161,717			22,952,201

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Annex 5 –PMC Bank Balances as at 30th June 2022

PMC	Account number	Bank	Bank Balance 2021/22	Bank Balance 2020/21
BALESA PRIMARY SCHOOL CDF	1199368466	KCB Marsabit	879.00	879.00
BALESA SARU GOTH BIRISA SECURITY ROAD	1273915569	KCB Marsabit	1,002.00	354.00
BALESA SARU POLICE POST PMC A/C	1286860717	KCB Marsabit	5,240.00	
BALESA SARU PRIMARY SCHOOL	1232733571	KCB Marsabit	4,413.00	4,539.00
BAQAQA PRIMARY SCHOOL PMC A/C	1265563640	KCB Marsabit	440,208.00	134.00
BARAMBATE PRIMARY SCHOOL	1172123780	KCB Marsabit	868.00	6,680.00
BISHOP CAVALLERA PRIMARY SCH	1237794226	KCB Marsabit	886.00	2,492.00
BUBISA PRIMARY SCHOOL	1227068204	KCB Marsabit	744.00	1,360.35
CHALBI BOYS HIGH SCHOOL	1172726744	KCB Marsabit	14,234.00	406,080.00
CHALBI MUSLIM PRIMARY SCHOOL	1246357534	KCB Marsabit	948.00	1,074.00
DUKANA HIGH SCHOOL	1168495121	KCB Marsabit	3,145.00	3,145.00
DUKANA PRIMARY SCHOOL CDF A/C	1182623255	KCB Marsabit	1,089.00	1,089.00
EL-BESO PRIMARY SCHOOL	1172173990	KCB Marsabit	1,400,257.00	457
EL-HADI PRIMARY SCHOOL	1182230733	KCB Marsabit	1,508.00	1,508.00
EL-ISACKO PRIMARY SCHOOL PMC A/C	1279939281	KCB Marsabit	1,590.00	
FOROLE PRIMARY SCHOOL	1178350630	KCB Marsabit	5,273.00	5,273.00
FOROLE ULANI CHABICH ROAD	1273915119	KCB Marsabit	2,078.00	824.00
GAS POLICE POST PMC A/C	1286861349	KCB Marsabit	1,731,340.00	0.00

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

PMC	Account number	Bank	Bank Balance 2021/22	Bank Balance 2020/21
GAS PRIMARY SCHOOL – CDF PROJECT A/C	1179750020	KCB Marsabit	668.00	668.00
GAS QETE SECURITY ROAD	1273914694	KCB Marsabit	118.00	824.00
HURRI HILLS PRIMARY CDF ACCOUNT	1173486380	KCB Marsabit	440,714.00	1,034.00
ILLERET ASSISTANT COUNTY COMM. OFFICE	1280713186	KCB Marsabit	892.95	892.95
ILLERET SECONDARY SCHOOL	1178734242	KCB Marsabit	625.00	625.00
KALACHA GIRLS HIGH SCHOOL	1183204167	KCB Marsabit	7,417.00	4,663.00
KALACHA NOMADIC GIRLS F PRY ED ACC	1204565716	KCB Marsabit	2,482.00	2,734.00
KALACHA PRIMARY CDF ACCOUNT	1183913443	KCB Marsabit	411.00	411.00
MAIKONA GIRLS SEC SCHOOL	1171781423	KCB Marsabit	4,037.00	1,283.00
HELMER GIRLS PRY PMC ACCOUNT	1225535107	KCB Marsabit	1,314.00	1,314.00
NORTH HERR BOYS SECONDARY CDF ACCOU	1137649305	KCB Marsabit	26,506.00	43,595.00
NORTH HERR GIRLS SEC SCH	1246378418	KCB Marsabit	634.00	634.00
NORTH HERR PRIMARY SCHOOL CDF A/C	1182458343	KCB Marsabit	294.00	2,614.00
NORTH HERR SPORT PMC	1268678929	KCB Marsabit	6,329.00	158.00
NORTH HERR TECHNICAL TRAINING INSTITUTE	1237654378	KCB Marsabit	2,667.00	119.00
QORQA PRIMARY SCHOOL PMC A/C	1237952123	KCB Marsabit	8,826.00	4,023.00
RIRIBA GIRLS BOARDING SCH PMC/A/C	1114357790	KCB Marsabit	3,420.00	3,546.00
RUSO MIXED DAY SECONDARY SCHOOL	1155397215	KCB Marsabit	860.00	860.00
SEGEL CHIRA TONE SECURITY ROAD NG CDF	1287142699	KCB Marsabit	1,420.00	-

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

PMC	Account number	Bank	Bank Balance 2021/22	Bank Balance 2020/21
SEGEL PRIMARY SCH PMC A/C	1178209210	KCB Marsabit	12,970.00	11,896.00
SHANKERA PRIMARY SCHOOL PMC A/C	1276744447	KCB Marsabit	223,155.00	-
SHURR ADMINISTRATION POLICE LINE	1257078208	KCB Marsabit	842.00	968.00
SHURR PRY SCHOOL	1172057605	KCB Marsabit	543,654.00	1,600,500.00
TURBI HIGH SCHOOL PMC A/C	1259387046	KCB Marsabit	3,205,291.00	3,205,537.00
MALABOT PRIMARY SCHOOL	1272494306	KCB Marsabit	-	1,500,634.00
TOTAL			8,111,248.95	6,825,421.30

North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
NORTH HORR NG-CDF IS YET TO RECEIVE FINAL CERTIFICATE FOR AUDITED REPORT OF FY: 2020/2021 AS AT 1 ST SEPTEMBER 2022				

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 SALIM HASSAN HUSSEIN
 FUND ACCOUNT MANAGER

*North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

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Land				
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Transport equipment	15,048,621			15,048,621
Office equipment, furniture and fittings	567,896			567,896
ICT Equipment, Software and Other ICT Assets	545,200	123,380		668,580
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	16,161,717			16,285,097

**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Annex 5 –PMC Bank Balances as at 30th June 2022**

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BALESA SARU GOTH BIRISA SECURITY ROAD	1273915569	KCB Marsabit	1,002.00	354.00
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National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

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**North Horr Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

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NORTH HERR NG-CDF IS YET TO RECEIVE FINAL CERTIFICATE FOR AUDITED REPORT OF FY: 2020/2021 AS AT 1 ST SEPTEMBER 2022				

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SALIM HASSAN HUSSEIN
FUND ACCOUNT MANAGER

