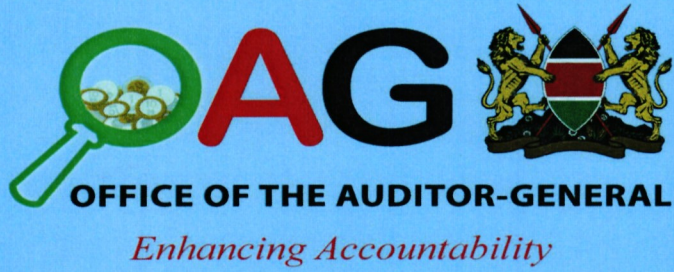


REPUBLIC OF KENYA

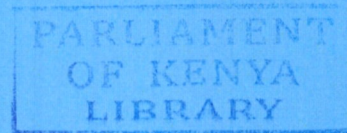


**REPORT**

THE NATIONAL ASSEMBLY	
DATE: 16 FEB 2022	
DAY: Wed	
TABLED BY:	LDM
CLERK-AT THE-TABLE:	S. Kalawa

**THE AUDITOR-GENERAL**

**ON**



**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND -  
SAMBURU WEST CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE, 2020**



---

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND -SAMBURU  
WEST CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2020**

---

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

---

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT .....	2
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE.....	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETRMINED OBJECTIVES.....	6
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	8
V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES .....	10
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- SAMBURU WEST CONSTITUENCY</i> .....	11
VII. STATEMENT OF RECEIPTS AND PAYMENTS .....	12
VIII. STATEMENT OF ASSETS AND LIABILITIES.....	13
IX. STATEMENT OF CASHFLOW .....	14
X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	15
XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	14
XII. SIGNIFICANT ACCOUNTING POLICIES .....	18
XIII. NOTES TO THE FINANCIAL STATEMENTS.....	22

**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

**Mandate**

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

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

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**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.

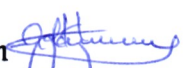



**(b) Key Management**

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

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

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2020 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Isaak Hassan Adan 
2.	Sub-County Accountant	John Obonsi 
3.	Chairman NG - CDFC	Isaiah Letunta 
4.	Member NG - CDFC	Violet Lelekong 

**(d) Fiduciary Oversight Arrangements**

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

**(e) NG - CDF Samburu West Constituency Headquarters**

P.O. Box 450 - 20600  
NG – CDF Building  
Maralal Baragoi road  
**MARALAL**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**(f) NGCDF Samburu West Constituency Contacts**

Telephone: (254) 720 907 270

E-mail: [samburuwestcdf@gmail.com](mailto:samburuwestcdf@gmail.com)

Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(g) NG - CDF Samburu West Constituency Banker**

Equity Bank Limited  
Maralal Branch  
P.O. Box 300 - 20600  
**MARALAL**

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
**NAIROBI**

**II.FORWARD BY THE CHAIRMAN NG-CDF COMMITTEE**

The Constituency was able to absorb funds up to 61%. This was partly due to late receipt of funds for Financial Year 2019/2020. The NG-CDF Board sent the last half of Financial Year 2019/2020 in late June, it wasn't possible to absorb all the half within the short period.

The budget for the constituency for 2019/2020 was Kshs.137,367,724.00 and there was an opening balance of Kshs.42,823,325.00 making a total budget of 180,191,049. The constituency made payments totalling Kshs.102,046,681.00 being equivalent to 61% absorption rate.

The Constituency has done well in terms of project implementation. Among successful projects is a number of classrooms and Administration blocks for primary schools. During the year under review the Constituency has done staff houses for police and office for a chief. The NG-CDF have improved the Education and security infrastructures in Samburu West Constituency.

Some challenges affecting project implementation is the late disbursement of funds, late approval of proposals and reallocations. The constituency is also very sparse and almost all the schools have very poor infrastructures. The issue of early marriages and female genital mutilation (FGM) is also rampant in the constituency.

The constituency has developed and launched a five-year strategic plan to address the above challenges. The plan will assist in developing infrastructures in Education institutions and security agencies in the Constituency.

The NG-CDF Samburu West Committee is also having periodical ward meetings to build capacity of the constituents in understanding the operations of the fund.

The NG-CDF Committee has come up with measures to ensure projects are completed within a financial year i.e. no issue of on-going projects.

The constituency is doing capacity building of NG-CDF Committees and the Project Management Committees in areas of project planning, implementation, monitoring and evaluation. The Committees have also been trained in Risk management and control.



**Isaiah K. Letunta**  
**Chairman NG - CDF Committee Samburu West**

**III. STATEMENT OF NGCDF SAMBURU WEST PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES**

**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 NGCDF Samburu West in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the Fund's performance against predetermined objectives.

The key development objectives of NG - CDF Samburu West Constituency's 2018-2022 plan are to:

**Strategic objectives as per the Samburu West Strategic plan**

- a) Enhanced security and peaceful co-existence
- b) Improved access to quality affordable education for all school going children in the constituency
- c) Quality universal health care access
- d) Integrated robust infrastructure
- e) Sustainable environment for responsive development
- f) Mainstreaming of climate change, disaster risk reduction and other crosscutting issues

**Progress on attainment of Strategic development objectives**

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

<b>Constituency Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Education	Improved access to quality affordable education for all school going children in the constituency	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> <li>- Number of usable physical infrastructure build in primary, secondary, and tertiary institutions</li> <li>- Number of bursaries beneficiaries at all levels</li> </ul>	In FY 19/20 -We increased number of classrooms by 20. Dormitories by 2. Administration blocks by 2 and teacher houses by 2 - Bursary beneficiaries were 5200 secondary, 300 universities and colleges 700

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

Security	Enhanced security and peaceful co-existence	Enhanced security infrastructure through construction/improving police stations, AP camps and patrol bases	Construction of Chief offices and toilets for Police stations.	Increased number of chiefs offices by 2 and 2 police lines
Environment	Sustainable environment for responsive development	Assist the community groups to acquire necessary facilities to conserve environment and other social amenities	Enhanced tree planting and provision of water tanks to conserve environment	Increased number of schools with water tanks by 11 (10,000 lts water tanks)
Disaster Management	Mainstreaming of climate change, disaster risk reduction and other crosscutting issues	Support establishment of PWDs friendly infrastructure in public institutions at all levels	Making sure all buildings done by Samburu West NG-CDF have provisions for persons with disabilities	increased 20 schools classrooms, 2 dormitories, 2 administration blocks and 2 chiefs offices with provisions of ramps and other needs for PWDs

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

NGCDF – Samburu West Constituency 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**

**NG-Samburu West CDF has implemented sustainability strategy and profile in the following ways: -**

- i. Implementation of the constituency strategic plan.
- ii. All stakeholders envisaged to per take in the implementation of the prioritized projects.
- iii. Preparation of constituency annual workplan and its implementation.
- iv. Preparation of annual procurement plan and its implementation.
- v. Preparation of constituency service charter and its implementation.

**2. Environmental performance**

**NG-Samburu West CDF has implemented environmental performance in the following ways: -**

- i. Assisting schools in acquiring tree seedlings for environmental conservation.
- ii. Assisting schools in purchasing water tanks to conserve water.
- iii. Procuring dustbins for schools for waste management.
- iv. Assisting schools with connections to sewerage systems for waste management.

**3. Employee welfare**

**The NG-CDF Samburu West has implemented employee welfare in the following ways: -**

- i. Annual training plans for employees.
- ii. Hiring staff by considering 30% gender rule.
- iii. Insuring staff with annual leaves.
- iv. Providing staff with T-shirts with organization logo
- v. Providing staff with Constituency I.D. cards for identification purposes.
- vi. Having staff appraisal annually and rewarding best performing staff.
- vii. Staff training on new skills.

**4. Market place practices**

**The NG-CDF office has implemented best market practices in the following ways: -**

- i. Pre-qualifying contractors/ suppliers annually.
- ii. Awarding tenders competitively and fairly as per procurement guidelines and regulations.
- iii. Advertising for works competitively.
- iv. Having complaints resolution committee to resolve procurement complaints.
- v. Honouring of contracts by making sure the suppliers/ contracts are paid as per their contract agreements.
- vi. Reserving 30% tenders for youths, women and PWD's.

**5. Community Engagements**

**The constituency has implemented community engagements in the following ways: -**

- i. Having community participation forums.
- ii. Handing over of projects to communities for sustainability and project security.
- iii. Organization of constituency sports tournament to promote youth talents and promote cohesive coexistence of communities.
- iv. Awarding of best performing students from poor families by offering them full scholarships.

**SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

**V. STATEMENT OF NG-CDF SAMBURU WEST MANAGEMENT RESPONSIBILITIES**

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

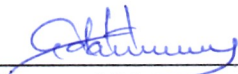
The Accounting Officer in charge of the NGCDF-Samburu West Constituency is responsible for the preparation and presentation of the Fund's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year ended on June 30, 2020. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Samburu West Constituency accepts responsibility for the Fund'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 Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended June 30, 2020, and of the Fund's financial position as at that date. The Accounting Officer charge of the NG - CDF Samburu West Constituency further confirms the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-Samburu West Constituency confirms that the Fund has complied fully with applicable Government Regulations and that the Fund'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 Fund'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 NG - CDF Samburu West Constituency financial statements were approved and signed by the Accounting Officer on 09/04/2020 2020.



**Fund Account Manager  
Isaak Hassan Adan**

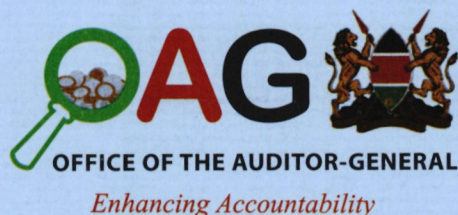


**Sub-County Accountant  
John Obonsi  
ICPAK Member Number**



# REPUBLIC OF KENYA

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



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

## REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SAMBURU WEST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

---

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Samburu West Constituency set out on pages 12 to 42, which comprise the statement of assets and liabilities as at 30 June, 2020, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Samburu West Constituency as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

#### Basis for Qualified Opinion

##### 1. Inaccuracies in Budget Execution

The budget execution by programmes and sub-programmes reflects total actual expenditure on a comparable basis balance totalling to Kshs.102,046,681 that differs with the re-casted balance totalling to Kshs.100,600,681 resulting to a variance amounting to Kshs.1,446,000 that has not been explained or reconciled. Further, the statement reflects budget utilization difference balance totalling to Kshs.78,148,368 that differs with the re-casted balance amount of Kshs.79,594,367 resulting to an unreconciled variance amounting to Kshs.1,445,999.

Consequently, the accuracy, completeness and validity of balances reflected in the budget execution by programmes and sub-programmes for the year ended 30 June, 2020 could not be confirmed.

---

*Report of the Auditor-General on National Government Constituencies Development Fund - Samburu West Constituency for the year ended 30 June, 2020*

## 2. Variance between Financial Statements and Schedules

The Notes to the financial statements reflect balances totalling to Kshs.39,316,398 that were at variance with the supporting schedules amount of Kshs.36,278,950 resulting to an unreconciled net variance amounting to Kshs.11,754,552 as detailed below:

Particulars	Note	FS Amount (Kshs.)	Schedule Amount (Kshs)	Variance (Kshs.)
Transfers to Secondary	6	6,180,000	5,800,000	380,000
Bursary - Secondary	7	14,336,398	17,794,950	3,458,552
Bursary - Tertiary	7	16,000,000	8,984,000	7,016,000
Security	7	2,800,000	3,700,000	900,000
<b>Total</b>		<b>39,316,398</b>	<b>36,278,950</b>	<b>11,754,552</b>

Consequently, the accuracy, completeness and validity of the above balances included in the financial statements totalling to Kshs.39,316,398 for the year ended 30 June, 2020 could not be confirmed.

## 3. Unsupported Use of Goods and Services

As disclosed in Note 5 to the financial statements, the statement of receipts and payments reflects use of goods and services balance totalling to Kshs.4,283,115. However, the balance was not supported by schedules showing payee, nature of services or goods supplied, training venues and programmes, committee minutes and sitting calendar.

Further, comparative balance total of Kshs.6,282,255 differs with the re-casted amount of Kshs.8,950,209 resulting to an unreconciled variance amounting to Kshs.2,667,954.

Consequently, the accuracy, completeness and validity of use of goods and services balance totalling to Kshs.4,283,115 and the comparative balance amount of 6,282,255 for the year ended 30 June, 2020 could not be confirmed.

## 4. Unsupported Transfers to Other Government Units

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects payments transfers to other Government Units totalling to Kshs.49,544,000. The balance includes transfers to primary schools total of Kshs.43,364,000 out of which a total of Kshs.1,764,000 was transfers to secondary schools. The balance also includes transfers amounting to Kshs.1,300,000 to Lomolk Mixed Secondary School and to Loriak Primary School amounting to Kshs.450,000 all totalling to Kshs.1,750,000 that were not supported by Project Management Committee bank account numbers.

Consequently, the accuracy, completeness and validity of expenditure totalling to Kshs.1,750,000 for the year ended 30 June, 2020 could not be confirmed.

## 5. Unsupported Bursaries

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects other grants and transfers totalling to Kshs.38,140,364. The balance includes

bursary payments to secondary schools amount of Kshs.14,336,398 and tertiary institutions amount of Kshs.16,000,000, all totalling to Kshs.30,336,398. Further, the balance includes bursaries totalling to Kshs.1,168,950 where an amount of Kshs.728,950 for one hundred and fifteen (115) students was not supported by cheque numbers and an amount of Kshs.440,000 for one hundred and seven (107) students was not supported by students' admission numbers.

Consequently, the accuracy, complexness and validity of other grants and transfers totalling to Kshs.1,168,950 for the year ended 30 June, 2020 could not be confirmed.

## **6. Unsupported Other Payments**

As disclosed in Note 9 to the financial statements, the statement of receipts and payments reflects other payments totalling to Kshs.6,030,900. The balance comprised imprest issued amounting to Kshs.3,030,000 and National Hospital Insurance Fund payments amounting to Kshs.3,000,000 that were not supported by expenditure returns and list of beneficiaries, respectively.

Consequently, the accuracy, completeness and validity of other payments totalling to Kshs.6,030,900 for the year ended 30 June, 2020 could not be confirmed.

## **7. Inaccuracies in Bank Balances**

As disclosed in Note 10A to the financial statements, the statement of assets and liabilities reflects bank balances totalling to Kshs.8,780,643. The bank reconciliation statement as at 30 June, 2020 reflected payments in cash book that were not recorded in the bank statement representing un-presented cheques amounting to Kshs.6,217,434. The un-presented cheques included stale cheques totalling to Kshs.1,934,387. However, the stale cheques had not been reversed in the cashbook.

In addition, the bank reconciliation statement reflects payments in bank not in cashbook totalling to Kshs.19,675 relating to bank charges which ought to have been expensed.

Consequently, the accuracy, completeness and validity of bank balances totalling to Kshs.8,780,643 reflected in the statement of assets and liabilities as at 30 June, 2020 could not be confirmed.

## **8. Variance between Summary Statement of Appropriation and Approved Code List**

The summary statement of appropriation - recurrent and developments combined reflects final budget totalling to Kshs.180,195,049 which differs with the approved code list amount of Kshs.143,786,717 resulting to an unreconciled variance amounting to Kshs.36,408,332 as detailed below:

<b>Particulars</b>	<b>Final Budget Amount (Kshs)</b>	<b>Code List Amount (Kshs)</b>	<b>Variance (Kshs)</b>
<b>Receipts</b>			
Transfers from CDF Board	137,367,724	137,247,724	120,000
Adjustments	42,827,325	6,538,993	36,288,332
<b>Totals</b>	<b>180,195,049</b>	<b>143,786,717</b>	<b>36,408,332</b>
<b>Payments</b>			
Use of Goods and Services	12,153,107	8,110,599	120,000
Transfers to Other Government Units	76,537,354	71,770,000	4,767,354
Other Grants and Transfers	74,521,679	59,053,622	15,468,057
Other Payments	12,726,413	600,000	12,126,413
Unallocated Funds	4,000	0	4,000
<b>Total</b>	<b>180,195,049</b>	<b>143,786,717</b>	<b>36,408,332</b>

Consequently, the accuracy, completeness and validity of the summary statement of appropriation - recurrent and development combined final budget totalling to Kshs.180,195,049 for the year ended 30 June, 2020 could not be confirmed.

#### **9. Unsupported Committee Bank Balances**

Annex 4 - Project Management Committee (PMC) bank balances reflects individual bank balances for thirty-seven (37) projects totalling to Kshs.46,590,638. However, this was not supported by individual project implementation status reports.

Consequently, the accuracy, completeness and validity of the Project Management Committee (PMC) bank balances totalling to Kshs.46,590,638 as at 30 June, 2020 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Samburu West Constituency Management in accordance with 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 qualified 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**

#### **Budgetary Control and Performance**

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.180,195,049 and

Kshs.110,827,325 respectively, resulting to an underfunding amounting to Kshs.69,367,724 or 38% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.180,195,049 and Kshs.102,046,681 respectively, resulting to an under expenditure amounting to Kshs.78,148,368 or 43% of the budget.

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

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Delay in Project Implementation**

The Project Implementation Status Report as at 30 June, 2020 reflects one hundred and twenty-five (125) projects with a budgetary allocation totalling to Kshs.131,544,552 at different implementation statuses. Sixty-six (66) projects with a budget allocation totalling to Kshs.66,950,000 were complete and in use, forty (40) Projects with a budget allocation totalling to Kshs.42,324,552 and nineteen (19) Projects with a budget allocation totalling to Kshs.22,270,000 were incomplete due to slow tendering processes and delays in receipt of funds from the NGCDF Board.

In the circumstances, I am unable to confirm whether the public will obtain value for money for the above delayed projects for the year ended 30 June, 2020.

#### **2. Unsatisfactory Implementation of Projects**

Twenty-two (22) projects with a budget allocation amount of Kshs.26,600,000 were physically verified during the month of March, 2021. Several unsatisfactory observations made as shown in **Appendix I**.

In the circumstances, I am unable to confirm whether the public will obtain value for money for the above unsatisfactory implemented projects with an allocation totalling to Kshs.26,600,000.

#### **3. Non-payment of Statutory Deductions**

The statement of receipts and payments reflects compensation of employees of Kshs.4,048,302 which includes National Social Security Fund (NSSF) deduction of Kshs.40,800 and employer contribution of Kshs.40,800 all totalling to Kshs.81,600 which

have not been remitted to National Social Security Fund as at the time of audit in breach of section 22 of National Social Security Fund Act, 2013.

To this extent, the Management is in breach of the law.

#### **4. Non-compliance with the Public Sector Accounting Standards Board Requirements**

The financial statements do not reflect the Sub-county Accountant's, Institute of Certified Public Accountant of Kenya membership number on pages 10,12,13,14 and 16. The significant accounting policies on page 21 and 23 make reference to entity instead of the Fund. Further, the chairman's statement on page 5 reflects fund opening balance of Kshs.42,823,325 that differs with previous year closing balance of Kshs.41,223,325 resulting to a variance of Kshs.1,600,000 that has not been reconciled or explained. This is contrary to Public Sector Accounting Standards Board (PSASB) reporting template issued in June, 2019

In the circumstances, the presentation of the financial statements for the year under review is not in accordance with the prescribed PSASB format.

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 are in compliance, 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 controls, risk management and overall governance were not effective.

##### **Basis for Conclusion**

###### **Lack of Fixed Asset Register**

The Fund did not have a detailed fixed asset register in place this is despite the Fund having assets with historical costs of Kshs.24,573,160 as at 30 June, 2020. This is contrary to section 139(1)(b) of the Public Finance Management (National Government) Regulations, 2015 that requires an Accounting Officer to ensure that proper control systems exist over assets and that their movement and conditions be tracked, the Fund does not have a detailed fixed asset register in place. This is despite the Fund having assets with historical costs of Kshs.24,573,160 as at 30 June, 2020.

To the extent, the Management is in breach of the law.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless 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 financial reporting process, reviewing the effectiveness of how the Fund 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

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

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

reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

Nairobi

22 December, 2021

## Appendix I: Unsatisfactory Implementation of Projects

No.	Beneficiary	Details	Cost (Kshs)	Observations
1.	Lmisigiyo Primary School	Construction of a seventy (70) capacity Girls' dormitory -	2,000,000	<ul style="list-style-type: none"> <li>- Project complete.</li> <li>- Project not labelled and not in use.</li> <li>- G.I. box gutters metal brackets amounting to Kshs.39,000 and electrical works amounting to Kshs.100,000 were not fixed.</li> <li>- Project reallocated to construction of Boys Dormitory instead of girls Dormitory.</li> </ul>
2.	Garma Primary School	Classroom construction to completion	1,200,000	<ul style="list-style-type: none"> <li>- Project complete.</li> <li>- Project was not in use and not labelled.</li> </ul>
3.	Sura Adoru Primary School	Renovation of seventy (70) beds capacity Girls dormitory to completion, plastering, tiling, flooring and painting	1,300,000	<ul style="list-style-type: none"> <li>- Renovation works plastering, tiling, flooring and painting done - Dormitory was not in use.</li> </ul>
4.	Kitobor Primary School	Classroom construction to completion	1,200,000	<ul style="list-style-type: none"> <li>- Project was not labelled and not in use.</li> <li>- Windows had cracked.</li> <li>- There were cracks on walls.</li> <li>- Electrical works amounting to Kshs.100,000 were not done.</li> </ul>
5.	Lolge Primary School	Classroom Construction to completion	1,200,000	<ul style="list-style-type: none"> <li>- Project was completed and in use.</li> <li>- Project not labelled.</li> </ul>
6.	Nkutoto Arus Primary School	Construction of one classroom to completion	1,200,000	<ul style="list-style-type: none"> <li>- Project was completed but not in use.</li> <li>- G.I box gutters fixed to facial board with metal brackets amounting to Kshs.14,400 were not fixed.</li> <li>- Cracks on walls were observed.</li> </ul>
7.	Loiborngare Primary School	Construction of classroom to completion	1,200,000	<ul style="list-style-type: none"> <li>- Project was completed.</li> <li>- Project not labelled.</li> </ul>


No.	Beneficiary	Details	Cost (Kshs)	Observations
8.	Lesidai Primary	Construction of classroom to completion	1,200,000	- Project is complete. - Electrical works amounting to Kshs.100,000 were not done.
9.	Siambu Primary School	Construction of administration block with four (4) rooms to completion.	2,000,000	- Project was completed, in use but not labelled. - Cracks were observed on walls.
10.	Ngano Primary School	Construction of administration block construction with four (4) rooms to completion	2,000,000	- Project was completed, in use but not labelled. - Cracks were observed on walls.
11.	Lakira Primary School	Construction of classroom Construction to completion	1,200,000	- Project was completed, in use but not labelled.
12.	Lgoss Primary School	Classroom Construction to completion	1,200,000	- Project was complete, in use but not labelled. - Electrical works amounting to Kshs.100,000 were not done.
13.	Maralal Deputy County Commissioner's Office	Fencing of 1.5 acres with concrete poles with barbed wire and gate fixing	1,200,000	- Project was ongoing. - Ownership documents not provided.
14.	Maralal Chief's Camp	Completion of Chief Office with three (3) rooms, plastering, painting and tiles.	500,000	- Project was completed, partly in use but not branded.
15.	Maralal Location Assistant Chief's Office	Construction of a new assistant Chief's Office with three (3) rooms to completion	2,000,000	- Project was stalled at roofing and Contractor was not in site.
16.	AIC Moi Gils Secondary School	Completion of Classroom; Painting and putting floor tiles to one classroom	200,000	- Project was completed and in use, but branded financial year 2018/2019.
17.	Mwangaza Mixed Secondary School	Purchase of one hundred and sixty (160) desks @ Kshs.5,000	1,200,000	- One hundred and sixty (160) desks were delivered, but - Forty-five (45) desks were not in use.
18.	Kirisia Boys High School	Construction of a multipurpose Hall	1,200,000	- Project was stalled at slab level. - Disbursements were not defined with phase since the Project cost amounted to

No.	Beneficiary	Details	Cost (Kshs)	Observations
				Kshs.5,000,000 and Contractor was not in site.
19.	Lolmolok Secondary School	Completion of single 20 student's science laboratory; roofing, plastering, painting, windows and door fixing	1,300,000	- Project was stalled at roofing - Plastering, painting, windows and door fixing have not been done and contractor was not in site.
20.	Lkishaki Primary School	Construction of four (4) door toilets with urinal and Septic Tank	700,000	- Project was complete and in use, - Urinal and Septic tank were not constructed.
21.	Lokuto Primary	Construction of four (4) door toilets with urinal and Septic Tank	700,000	- Project was complete and in use. - Urinal and Septic tank are not constructed.
22.	NG-CDF Offices Toilets	Construction of four (4) door toilets with urinal and Septic Tank	700,000	- Project was complete and in use.  Toilets are of three (3) doors instead of 4 and not branded.
	<b>Total</b>		<b>26,600,000</b>	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)****SAMBURU WEST CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2020****VII. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2019 - 2020	2018 - 2019
			<b>Kshs</b>
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	68,000,000	115,503,461
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	4,000	
<b>TOTAL RECEIPTS</b>		<b>68,004,000</b>	<b>115,503,461</b>
<b>PAYMENTS</b>			
Compensation of employees	4	4,048,302	5,034,087
Use of goods and services	5	4,283,115	6,282,256
Transfers to Other Government Units	6	49,544,000	44,672,000
Other grants and transfers	7	38,140,364	17,042,053
Acquisition of Assets	8	-	1,930,443
Other Payments	9	6,030,900	
<b>TOTAL PAYMENTS</b>		<b>102,046,681</b>	<b>74,960,838</b>
<b>SURPLUS/DEFICIT</b>		<b>(34,042,681)</b>	<b>40,542,623</b>

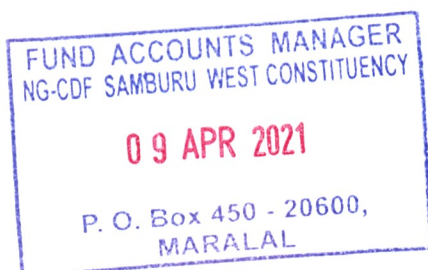
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG – CDF Samburu West Constituency financial statements were approved on 09/04/2020 and signed by:



**Fund Account Manager**  
Isaak Hassan Adan



**Sub-County Accountant**  
John Obonsi  
ICPAK Member Number



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**SAMBURU WEST CONSTITUENCY**

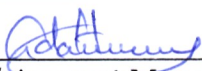
**Reports and Financial Statements**

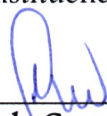
**For the year ended June 30, 2020**

**VIII. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	8,780,643	41,223,325
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>8,780,643</b>	<b>41,223,325</b>
Current Receivables-Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>8,780,643</b>	<b>41,223,325</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable-Retention	12A		
Gratuity	12B	-	-
<b>NET FINANCIAL ASSETS</b>		<b>8,780,643</b>	<b>41,223,325</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	41,223,325	680,702
Surplus/Deficit for the year		(34,042,681)	40,542,623
Prior year adjustments	14	1,600,000	-
<b>NET FINANCIAL POSITION</b>		<b>8,780,644</b>	<b>41,223,325</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG – CDF Samburu West Constituency financial statements were approved on 09/04/2020 and signed by:

  
**Fund Account Manager**  
**Isaak Hassan Adan**

  
**Sub-County Accountant Name:**  
**John Obonsi**  
**ICPAK Member Number**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**SAMBURU WEST CONSTITUENCY**

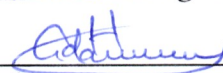
**Reports and Financial Statements**

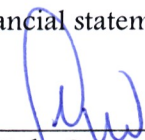
**For the year ended June 30, 2020**

**IX. STATEMENT OF CASHFLOW**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>Receipts for operating income</b>			
Transfers from NGCDF Board	1	68,000,000	115,503,461
Other Receipts	3	4,000	-
		<b>68,004,000</b>	<b>115,503,461</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	4,048,302	5,034,087
Use of goods and services	5	4,283,115	6,282,256
Transfers to Other Government Units	6	49,544,000	44,672,000
Other grants and transfers	7	38,140,364	17,042,053
Other Payments	9	6,030,900	-
		<b>102,046,681</b>	<b>73,030,395</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	15		
Increase/(Decrease) in Accounts Payable	16		-
Prior year Adjustments	14	1,600,000	
<b>Net Adjustments</b>		-	-
<b>Net cash flow from operating activities</b>		<b>(32,442,681)</b>	<b>42,473,066</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2		-
Acquisition of Assets	8	-	1,930,443
<b>Net cash flows from Investing Activities</b>		-	<b>(1,930,443)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(32,442,681)</b>	<b>40,542,623</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	13	<b>41,223,325</b>	<b>680,702</b>
<b>Cash and cash equivalent at END of the year</b>		<b>8,780,644</b>	<b>41,223,325</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG – CDF Samburu West Constituency financial statements were approved on 09 April 2020 and signed by:

  
**Fund Account Manager**  
**Isaak Hassan Adan**

  
**Sub-County Accountant**  
**John Obonsi**  
**ICPAK Member Number**



**Reports and Financial Statements  
For the year ended June 30, 2020**

**X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED**


Receipt/Expense Item	Original Budget a	Adjustment s b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
<b>RECEIPTS</b>						
Transfers from NG-CDF Board	137,367,724	42,823,325	180,191,049	110,823,325	69,367,724	61.5%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	4,000	4,000	4,000	-	-
<b>TOTAL RECEIPTS</b>	<b>137,371,724</b>	<b>42,827,325</b>	<b>180,195,049</b>	<b>110,827,325</b>	<b>69,367,724</b>	<b>61.5%</b>
<b>PAYMENTS</b>						
Compensation of Employees	4,252,496	-	4,252,496	4,048,302	204,194	95.2%
Use of goods and services	8,110,599	4,042,507	12,153,107	4,283,115	7,869,992	35.2%
Transfers to Other Government Units	76,537,354		76,537,354	49,544,000	26,993,354	64.7%
Other grants and transfers	37,921,679	36,600,000	74,521,679	38,140,364	36,381,315	51.2%
Acquisition of Assets	-	-	-	-	-	-
Other Payments	10,545,596	2,180,818	12,726,413	6,030,900	6,695,513	47.4%
Unallocated funds		4,000			4,000	
<b>TOTAL</b>	<b>137,367,724</b>	<b>42,827,325</b>	<b>180,195,049</b>	<b>102,046,681</b>	<b>78,148,368</b>	<b>56.6%</b>


During the financial year use of goods had low utilisation of 35.2% because the committee had less activities from February due to Covid 19 virus.

We transferred funds to other government entities less 35.3% due to funds for second half being received late from NG-CDF board.

Other grants and transfers was not realised 100% due to bursaries not being issued due to Covid 19 pandemic and funds for second half being released late from NG-CDF board.

The NG - CDF Samburu West Constituency financial statements were approved on 07/04/2020 and signed by:

  
Fund Account Manager  
Isaak Hassan Adan

  
Sub-Courty Accountant  
John Obonsi  
ICPAK Member Number

FUND ACCOUNTS MANAGER  
NG-CDF SAMBURU WEST CONSTITUENCY  
**09 APR 2021**  
P. O. Box 450 - 20600,  
MARALAL

**XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES**

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2019/2020		2019/2020	30/06/2020	
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration and Recurrent</b>					
1.1 Compensation of employees	4,252,496	-	4,252,496	4,048,302.00	204,194
1.2 Committee allowances	1,750,000	-	1,750,000	960,900	789,100
1.3 Use of goods and services	2,239,567	4,046,507.00	6,286,074	4,287,115.00	2,002,959
<b>2.0 Monitoring and evaluation</b>					
2.1 Capacity building	1,221,032	-	1,221,032	1,000,000	221,032
2.2 Committee allowances	1,100,000	-	1,100,000	924,000	176,000
2.3 Use of goods and services	1,800,000	-	1,800,000	540,000	1,260,000
<b>3.0 Emergency</b>	7,198,241	2,180,818	9,379,059	2,000,000	7,379,000
<b>4.0 Bursary and Social Security</b>	37,921,679	36,600,000	74,521,679	38,140,364	36,381,315.00
<b>5.0 Sports</b>	2,747,354	-	2,747,354	-	2,747,354.48
<b>6.0 Environment</b>	2,747,354	-	2,747,354	-	2,747,354
<b>7.0 Primary Schools Projects</b>					
Amaya Primary School	1,200,000	-	1,200,000	-	1,200,000
Garma Primary School	1,200,000	-	1,200,000	1,200,000	-
Kisima Primary School	1,420,000	-	1,420,000	-	1,420,000
Kitobor Primary School	1,200,000	-	1,200,000	1,200,000	-
Ladala Primary School	500,000	-	500,000	-	500,000
Lakira Primary School	1,200,000	-	1,200,000	1,200,000	-
Lalaingok Primary School	1,200,000	-	1,200,000	1,200,000	-
Lalailbor Primary School	1,200,000	-	1,200,000	1,200,000	-
Lariakorok Primary School	450,000	-	450,000	450,000	-
Lemisiyo Primary School	1,500,000	-	1,500,000	-	1,500,000

**Reports and Financial Statements  
For the year ended June 30, 2020**

Lesidai Primary School	1,200,000	-	1,200,000	1,200,000	-
Lgoss Primary School	1,200,000	-	1,200,000	1,200,000	-
Lkeek Sapuki Primary	1,200,000	-	1,200,000	-	1,200,000
Lkuruto Primary School	1,200,000	-	1,200,000	1,200,000	-
Lkurum Primary School	1,200,000	-	1,200,000	1,200,000	-
Lmisigiyo Primary School	2,000,000	-	2,000,000	2,000,000	-
Lmutaro Primary School	1,000,000.00	-	1,000,000	1,000,000	-
Loldokojek Primary School	700,000	-	700,000	-	700,000
Loiborgare Primary School	1,200,000.00	-	1,200,000	1,200,000	-
Loiragai Primary School	1,450,000.00	-	1,450,000	-	1,450,000
Loiting Primary School	500,000	-	500,000	500,000	-
Lokuto Primary School	1,200,000.00	-	1,200,000	-	1,200,000
Lolgese Primary School	1,200,000.00	-	1,200,000	1,200,000	-
Lolmolog Primary School	1,200,000.00	-	1,200,000	-	1,200,000
Loltulelei Primary School	1,200,000.00	-	1,200,000	-	1,200,000
Loosuk Primary School	1,200,000.00	-	1,200,000	-	1,200,000
Lortrok Primary School	2,700,000.00	-	2,700,000	-	2,700,000
Lpetpet Primary School	700,000.00	-	700,000	700,000	-
Lporos Primary School	1,200,000.00	-	1,200,000	1,200,000	-
Muslim Primary School	350,000.00	-	350,000	350,000	-
Nenker Pus Primary School	1,200,000.00	-	1,200,000	1,200,000	-
Ngambo Primary School	1,200,000.00	-	1,200,000	1,200,000	-



**Reports and Financial Statements  
For the year ended June 30, 2020**

Ngano Primary School	2,000,000.00	-	2,000,000	2,000,000	-
Nkutoto Arus Primary School	1,200,000.00	-	1,200,000	1,200,000	-
Nontonto Primary School	1,000,000.00	-	1,000,000	1,000,000	-
Pura Primary School	1,200,000.00	-	1,200,000	1,200,000	-
Reten Primary School	1,500,000.00	-	1,500,000	1,500,000	-
Sawan Primary School	1,200,000.00	-	1,200,000	-	1,200,000
Seketet Primary School	1,200,000	-	1,200,000	-	1,200,000
Shabaa Primary School	1,200,000	-	1,200,000	1,200,000	-
Siambu Primary School	2,000,000	-	2,000,000	2,000,000	-
Sirata Oirobi Primary School	1,200,000	-	1,200,000	1,200,000	-
Suguta Marmar Primary School	1,200,000	-	1,200,000	1,200,000	-
Sura Adoru Primary School	1,300,000.00	-	1,300,000	1,300,000	-
Ngari Primary School	120,000	-	120,000	-	120,000
<b>Total</b>	<b>51,190,000.00</b>		<b>51,190,000.00</b>	<b>55,600,000.00</b>	<b>17,990,000</b>
<b>Secondary School Projects</b>					
Kirimon Mixed Day Sec School	2,000,000	-	2,000,000	-	2,000,000
Lodokejek Mixed Day Sec School	2,500,000	-	2,500,000	2,500,000	-
Lolmolog Sec School	1,300,000	-	1,300,000	1,300,000	-
Lpartuk Mixed Sec School	1,200,000	-	1,200,000	-	1,200,000
Malaso Mixed Sec School	1,200,000	-	1,200,000	1,200,000	-
Milimani Mixed Sec School	2,400,000	-	2,400,000	2,400,000	-
Mwangaza Mixed Sec School	800,000	-	800,000	800,000	-
Ngari Mixed Sec School	1,200,000	-	1,200,000	1,200,000	-
Poru Mixed Sec School	1,200,000	-	1,200,000	-	1,200,000
Samburu Mixed Sec School	1,300,000	-	1,300,000	-	1,300,000
<b>Total</b>	<b>15,100,000.00</b>		<b>15,100,000.00</b>	<b>9,400,000.00</b>	<b>5,700,000.00</b>

**Reports and Financial Statements  
For the year ended June 30, 2020**

<b>10.0 Security Projects</b>							
Maralal Chiefs Office	500,000	-	500,000	500,000	-	500,000	-
Maralal Location Assistant Chiefs Office	2,000,000	-	2,000,000	2,000,000	-	2,000,000	-
Maralal Deputy County Commissioner	1,200,000	-	1,200,000	1,200,000	-	1,200,000	-
Lodokejek Chiefs Office	700,000	-	700,000	700,000	-	700,000	700,000
Loosuk Chiefs Office	700,000	-	700,000	700,000	-	700,000	700,000
Suguta Marmar Deos Office	600,000	-	600,000	600,000	-	600,000	600,000
<b>TOTALS</b>	<b>137,367,724</b>	<b>42,827,325</b>	<b>180,195,049</b>	<b>102,046,681</b>	<b>78,148,368</b>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

---

**XII. SIGNIFICANT ACCOUNTING POLICIES**

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

**1. Statement of Compliance and Basis of Preparation**

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits 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 NG - CDF Samburu West Constituency. The financial statements encompass the reporting entity as specified under section 81 of the Public Finance Management Act 2012

**3. Reporting Currency**

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

**4. Significant Accounting Policies**

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

**a) Recognition of Receipts**

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

**Transfers from the Exchequer**

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

## **SIGNIFICANT ACCOUNTING POLICIES**

### **External Assistance**

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

### **Other receipts**

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

## **b) Recognition of payments**

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

### **Compensation of Employees**

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

### **Use of Goods and Services**

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

### **Acquisition of Fixed Assets**

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

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

**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

In-kind contributions are donations that are made to the Entity 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 Entity includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

**6. Cash and Cash 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 the Central Bank of Kenya and at various commercial banks at the end of the financial year.

**7. Accounts Receivable**

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

**8. Accounts Payable**

For the purposes of these financial statements, deposits 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. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

**9. Pending Bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they 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 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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**SIGNIFICANT ACCOUNTING POLICIES**

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are 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 June 2019 for the period 1<sup>st</sup> July 2019 to 30<sup>th</sup> June 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2020.

**14. Errors**

Material prior period errors shall be 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**

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

**XIII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

<b>Description</b>	<b>2019 - 2020</b>	<b>2018 - 2019</b>
	<b>Kshs</b>	<b>Kshs</b>
AIE NO. B 030184	4,000,000	11,379,310
AIE NO. B 030428	20,000,000	12,000,000
AIE NO. B049171	6,000,000	10,000,000
AIE NO. B104089	15,000,000	8,000,000
AIE NO. B104472	23,000,000	24,000,000
		50,124,151
<b>TOTAL</b>	<b>68,000,000</b>	<b>115,503,461</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
<b>Total</b>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received		
Rents		
Receipts from Sale of tender documents	4,000	-
Other Receipts Not Classified Elsewhere		
<b>Total</b>	<b>4,000</b>	<b>-</b>

**4. COMPENSATION OF EMPLOYEES**

	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Basic wages of temporary employees	4,048,302	5,016,687
Personal allowances paid as part of salary		
Pension and other social security contributions (Gratuity)		
Employer Contributions Compulsory national social security schemes		
<b>Total</b>	<b>4,048,302</b>	<b>5,016,687</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

<b>Description</b>	<b>2019 - 2020</b>	<b>2018 - 2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	-	111,327
Electricity	16,585	5,438
Water & sewerage charges	3,000	-
Office rent	-	-
Communication, supplies and services	107,525	551,648.00
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	510,593
Rentals of produced assets	-	-
Training expenses	1,319,160	1,064,534
Hospitality supplies and services	-	667,594
Other committee expenses	131,000	320,840
Committee allowance	2,561,860	2,157,000
Insurance costs	-	2,000,000
Specialised materials and services	-	-
Office and general supplies and services	143,985	848,875
Fuel, oil & lubricants	-	650,000.
Other operating expenses	-	62,000
Bank service commission and charges	-	-
Other Operating Expenses	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	-	-
<b>TOTAL</b>	<b>4,283,115</b>	<b>6,282,255</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	43,364,000	35,972,000
	-	-
Transfers to secondary schools (see attached list)	6,180,000	8,700,000
Transfers to Tertiary Institutions (see attached list)	-	-
Transfers to Health Institutions (see attached list)	-	-
<b>TOTAL</b>	<b>49,544,000</b>	<b>44,672,000</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Bursary – Secondary (see attached list)	14,336,398	6,747,650
Bursary –Tertiary (see attached list)	16,000,000	682,000
Bursary- Special Schools (see attached list)	-	0
Mocks & CAT (see attached list)	-	-
Security (see attached list)	2,800,000	3,409,843
Sports (see attached list)	3,079,817	1,880,000
Environment (see attached list)	-	-
Emergency projects (see attached list)	-	-
Emergency Projects	1,924,149	1,920,000
Transfers to Roads and Bridges		2,402,560
<b>TOTAL</b>	<b>38,140,364</b>	<b>17,042,053</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. ACQUISITION OF ASSETS**

<b>Description</b>	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	790,000
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	39,300
Purchase of ICT Equipment, Software and Other ICT Assets	-	986,678
Purchase of Specialised Plant, Equipment and Machinery	-	13,000
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Purchase of other office equipment	-	101,465
<b>Total</b>		<b>1,930,443</b>

**9. OTHER PAYMENTS**

<b>Description</b>	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Social Security (NHIF)	6,030,900	-
<b>TOTAL</b>	<b>6,030,900</b>	<b>-</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**10A: Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	Account Number	2019 - 2020	2018 - 2019
		Kshs (30/6/2020)	Kshs (30/6/2018)
<i>Equity bank samburu West NG-CDF Account Maralal</i>	<i>A/C NO 1100278642998</i>	<b>8,780,643</b>	<b>41,223,324.85</b>

**10B: CASH IN HAND)**

	2019 - 2020	2018 - 2019
	Kshs (30/6/2019)	Kshs (30/6/2018)
Location 1	-	-
Location 2	-	-
Location 3	-	-
<b>TOTAL</b>	-	-

**11: OUTSTANDING IMPRESTS**

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>

*Total*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**12A. RETENTION**

Description	2019 - 2020	2018-2019
	Kshs	Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
	-	-
<b>Total</b>	-	-

**12B. GRATUITY DEPOSITS**

Description	2019 - 2020	2018-2019
	Kshs	Kshs
Name 1	-	-
Name 2	-	-
Name 3	-	-
<b>Total</b>	-	-

**13. BALANCES BROUGHT FORWARD**

Description	2019 - 2020	2018 - 2019
	Kshs (1/7/2019)	Kshs (1/7/2018)
Bank accounts	41,223,325	680,702
Cash in hand		
Imprest		
<b>TOTAL</b>	<b>41,223,325</b>	<b>680,702</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**14. PRIOR YEAR ADJUSTMENTS**

	Balance b/f FY 2019/2020 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	41,223,325	1,600,000	42,823,325
Cash in hand			
Accounts Payables			
Receivables			
Others ( <i>specify</i> )			
	<b>41,223,325</b>	<b>1,600,000</b>	<b>42,823,325</b>

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

Description	2019 - 2020	2018 – 2019
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July 2019 (A)		
Imprest issued during the year (B)		
Imprest surrendered during the Year (C)		
Net changes in account receivables D= A+B-C		

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

Description	2019 - 2020	2018 – 2019
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> July 2019 (A)		
Deposit and Retentions held during the year (B)		
Deposit and Retentions paid during the Year (C)		
Net changes in account receivables D= A+B-C		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –**

**SAMBURU WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**17. OTHER IMPORTANT DISCLOSURES**

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

	2019-2020	2018-2019
	Kshs	Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		

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

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff		
Others ( <i>specify</i> )		

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

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	204,194	-
Use of goods and services	7,873,992	4,042,507
Amounts due to other Government entities (see attached list)	26,993,354	-
Amounts due to other grants and other transfers (see attached list)	36,381,315	36,600,000
Acquisition of assets	-	-
Others ( <i>specify</i> )	6,695,513	2,180,818
<b>TOTAL</b>	<b>78,148,368</b>	<b>42,823,325</b>

**17.4: PMC account balances (See Annex 5)**

	2019-2020	2018-2019
	Kshs	Kshs
PMC account Balances (see attached list)	46,590,638	25,242,433.80
<b>TOTAL</b>	<b>46,590,638</b>	<b>25,242,433.80</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

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

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	a	B	c	d=a-c	
<b>Construction of buildings</b>					
1.					
2.					
3.					
<b>Sub-Total</b>					
<b>Construction of civil works</b>					
4.					
5.					
6.					
<b>Sub-Total</b>					
<b>Supply of goods</b>					
7.					
8.					
9.					
<b>Sub-Total</b>					
<b>Supply of services</b>					
10.					
11.					
12.					
<b>Sub-Total</b>					
<b>Grand Total</b>					

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY**  
Reports and Financial Statements  
For the year ended June 30, 2020

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

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		a	B	C	d=a-c	
<b>Senior Management</b>						
1.						
2.						
3.						
	<b>Sub-Total</b>					
<b>Middle Management</b>						
4.						
5.						
6.						
	<b>Sub-Total</b>					
<b>Unionisable Employees</b>						
7.						
8.						
9.						
	<b>Sub-Total</b>					
<b>Others (specify)</b>						
10.						
11.						
12.						
	<b>Sub-Total</b>					
	<b>Grand Total</b>					

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Compensation of employees		204,194	-	
Use of goods & services		7,873,992	4,042,507	
<b>Amounts due to other Government entities</b>				
	Primary school	21,293,354		
	Secondary School	5,700,000		
<b>Sub-Total</b>		<b>35,067,540</b>	<b>4,042,507</b>	
<b>Amounts due to other grants and other transfers</b>				
	Other payments	35,586,120	38,780,818	
	security	2,000,000		
	Sports	2,747,354		
	Environment	2,747,354		
<b>Sub-Total</b>		<b>43,080,828</b>		
<b>Total</b>		<b>78,148,368</b>	<b>42,823,325</b>	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

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

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) 2018/19</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2019/20</b>
Land				
Buildings and structures	10,590,000	669,149	-	11,259,149
Transport equipment	4,798,169	-	-	4,798,169
Office equipment, furniture and fittings	6,614,699	-	-	6,614,699
ICT Equipment, Software and Other ICT Assets	1,786,678	-	-	1,786,678
Other Machinery and Equipment	114,465	-	-	114,465
Heritage and cultural assets				
Intangible assets				
<b>Total</b>	<b>23,904,011</b>	<b>669,149</b>	<b>-</b>	<b>24,573,160</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2020**

	PMC	BANK	ACCOUNT NO	Account Balance 2019/20	Account Balance 2018/19
1	Loiting Primary School	Equity Bank Ltd	1100278499689	286,379.00	5,260
2	Ladala Primary School	Equity Bank Ltd	1100278499647	49,650.00	1000
3	Loiragai Primary School	Equity Bank Ltd	1100279009318	Nil	Nil
4	Lorrok primary	Equity Bank Ltd	1100278988472	2,000.00	Nil
5	Nontoto primary sch	Equity Bank Ltd	1100278642998	100,000.00	Nil
6	Lmutaro primary sch	Equity Bank Ltd	1100278700706	966,380.00	150,000
7	Lare Oibor Primary School	Equity Bank Ltd	1100279543922	1,171,260.00	Nil
8	Lgoss Primary School	Equity Bank Ltd	1100279864044	1,200,000.00	Nil
9	Lakira Primary School	Equity Bank Ltd	1100279866550	1,200,000.00	Nil
10	Reten Primary School	Equity Bank Ltd	1100279888251	1,500,000.00	Nil
11	Shabaa Primary School	Equity Bank Ltd	1100279888040	1,200,000.00	Nil
12	Lkuroto Primary School	Equity Bank Ltd	1100279888195	1,200,000.00	Nil
13	Muslim Primary School	Equity Bank Ltd	1100279593432	49,880.00	Nil
14	Loiborngare Primary School	Equity Bank Ltd	1100279888004	1,200,000.00	Nil
15	Pura Primary School	Equity Bank Ltd	1100279867028	1,200,000.00	Nil
16	Lkeek Sapuki Primary School	Equity Bank Ltd		Nil	Nil
17	Lokuto Primary School	Equity Bank Ltd	1100279679568	Nil	Nil
18	Ngari Primary School	Equity Bank Ltd	1100279868254	1,200,000.00	Nil
19	Lpetpet Primary School	Equity Bank Ltd	1100277303605	702,380.00	Nil
20	Lalaingok Primary School	Equity Bank Ltd	1100279882332	1,200,000.00	Nil
21	Lmisigiyoi Primary School	Equity Bank Ltd	1100279560706	2,000,000.00	Nil
22	Lporos Primary School	Equity Bank Ltd	1100279861402	1,200,000.00	Nil
23	Loiragai Primary School	Equity Bank l <sup>38</sup>	1100279009318	Nil	Nil

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

24	Ng'ambo Primary School	Equity Bank Ltd	1100279881258	1,200,000.00	Nil
25	Nenker Pus Primary School	Equity Bank Ltd	1100279883821	1,200,000.00	Nil
26	Sura Adoru Primary School	Equity Bank Ltd	1100279536952	1,300,000.00	Nil
27	Amaya Primary School	Equity Bank Ltd	1100278653014	Nil	132,880
28	Suguta Mar Mar Primary School	Equity Bank Ltd	1100278763926	1,200,035.00	35,000
29	Lariak Orok Primary	KCB	1241434565	Nil	Nil
30	Siambu Primary School	Equity Bank Ltd	1100279890615	2,000,000.00	Nil
31	Ngano Primary School	Equity Bank	1100279890614	2,000,000.00	Nil
32	Sirata Oirobi Primary School	Equity Bank Ltd	11277339756	1,200,000.00	Nil
33	Lkurum Primary School	Equity Bank Ltd	1100278862453	1,400,000.00	Nil
34	Lesidai Primary School	Equity Bank Ltd	1100279890135	1,200,000.00	Nil
35	Garma Primary School	Equity Bank Ltd	1100279888091	1,200,000.00	Nil
36	Lolge Primary	Equity Bank Ltd	1100278654088	1,200,000.00	Nil
37	Kitobor Primary School	Equity Bank Ltd	1100279878965	1,200,000.00	Nil
38	Nkutoto Arus Primary	Equity Bank Ltd	1100279879836	1,200,000.00	Nil
39	Lolmolok Secondary School	Equity Bank Ltd	1100278654088	185,514.00	Nil
40	Samburu Mixed Day Secondary Sch	Equity Bank Ltd	1100278872925	Nil	Nil
41	Mwangaza Mixed School	Equity Bank Ltd	1100279705074	800,000.00	Nil
42	Milimani Mixed Day	Equity Bank Ltd	1100279864754	2,400,000.00	Nil
43	Lodokejek Mixed Day	Equity Bank Ltd	1100279557441	2,500,000.00	Nil
44	Malaso Mixed Day Sec	Equity Bank Ltd	1100279866922	1,200,000.00	Nil
45	Maralal Chiefs Camp	Equity Bank Ltd	1100278860062	75,880.00	Nil
46	Maralal Location Assistant Chiefs Office	Equity Bank Ltd	1100279868926	1,700,000.00	Nil
47	A.I.C. Moi Girls Secondary School	Equity Bank Ltd	1100277434414	201,880.00	Nil
48	Morijo Primary School	Equity Bank Ltd	1100279705074	1,200,000.00	Nil
49	Nenker Pus Primary	Equity Bank Ltd	1100279883821	1,200,000.00	Nil

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

	School				
50	Maralal Deputy County Commissioners Office	Equity Bank Ltd	1100279936629	Nil	Nil
<b>TOTAL</b>				<b>46,590,638.0</b>	
				<b>0</b>	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

**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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue</b>	<b>Status:</b>	<b>Timeframe:</b>
1	Non Maintenance of Staff Records	We concur that there were staff documents missing from the staff files. However we have attached copies of the respective Staff appointment letters, Copies of their IDs and the relevant academic and professional testimonials for your perusal	FAM	Resolved	N/A
2	Non - Maintenance of a Fixed Asset	We concur that an updated Asset Register was not availed as at the time of the Audit because of documents mix up following the just concluded NG CDF Board Internal Audit. We have attached the same for your perusal.	FAM	Resolved	N/A
3	Inaccuracies in the Financial Statements	The unreconciled variance of Kshs.680,756.15 is the balance b/f. The Kshs.11,379,310.35 is as a result of the supplementary budget for FY 2017/2018 as	FAM	Resolved	N/A

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
SAMBURU WEST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status:	Timeframe:
		per the attached code-list.			

