

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY	
REPORT	DATE: 27 JUL 2023
	DAY: Thursday
TABLED BY:	Hon. Naomi Wago, mp
OF THE TABLE:	Deputy majority Whip
	Enlays Muriuki,

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

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

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





ENDEBESS 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)

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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;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

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- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Benson Tindi
2.	Sub-County Accountant	Jamin Mukapi
3.	Chairman NGCDFC	Josiah Kipkemboi Limo
4.	Member NGCDFC	Agnes Nasimiyu Wamocho

(d) Fiduciary Oversight Arrangements

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

(e) Endebess Constituency NGCDF Headquarters

P.O. Box 29-30201
NG-CDF/DCC Building,
Kitale-Suam Boarder Highway.
Endebess, Kenya.

(f) Endebess Constituency NGCDF Contacts

Telephone: (+254) 726271453
E-mail: cdfendebess@ngcdf.go.ke
Website: www.ngcdf.go.ke

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(g) Endebess Constituency NGCDF Bankers

Equity Bank (specify the constituency account banker details)

Kitale Branch

P.o Box 801-30200.

Kitale.

(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



Mr. Josiah Kipkemboi Limo

We are pleased to present to you the reports and financial statements for Endebess Constituency for financial year 2021/2022. During the year, the committee disbursed funds to Project management committees for implementation of projects in which the full contract method started being implemented. The committee funded projects in Education, Security, environment and Sports.

In the year under review, the committee received from the NG-CDF Board Ksh 170,088,879 compared to Ksh 162,277,007 for the same period in 2020/2021. This

increased disbursement to the constituency enhanced the number of projects the committee funded. The committee made higher achievements with these receipts; The committee utilized Ksh. 22,883,000 to support students in secondary schools, Ksh 11,319,000 in tertiary and university institutions of learning. This bursary project has had a great impact as it helped keep learners in schools and supported the government's policy of 100% transition. I am also pleased to note that the NG-CDF committee has continued to support school infrastructure. In the year 2021/2022 Ksh 60,375,000 was disbursed to secondary schools for construction of classrooms, laboratories, toilets and dormitories compared to Ksh 62,325,000 disbursed in 2020/2021. Ksh 35,950,000 was disbursed to primary schools to support construction of classrooms and toilets compared to Ksh 19,600, 000 disbursed in 2020/2021. Ksh 5,000,000 was utilized toward infrastructure projects in Tertiary institutions compared to Ksh 11,400,000 in 2020/2021. This positive continued funding to learning institutions has ensured more and better learning facilities to take care of the ever-rising enrolment thus ensuring the success of the 100% government transition and basic education for all.

To harness talent in people from Endebess Constituency, the committee organized and funded (Ksh 1,900,000) a sports tournament in which the youth participated in football, volleyball and

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handball. While funding and implementing these projects, the committee is keen to protect the environment for today and for the future. In the 2021/2022 financial year, the committee funded planting of trees and purchase and installation of 5,000 litre water tanks in public areas in the constituency utilizing Ksh 2,400,000 while Ksh 9,287,597 was utilised to cater for emergencies that arose during the year in the constituency.

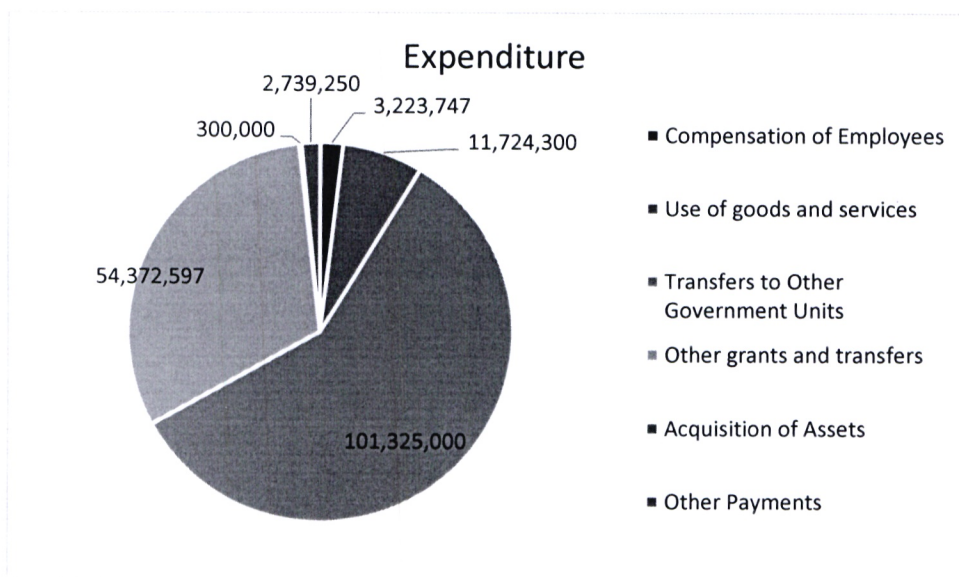


Figure 1: Graph showing Expenditure items during 2021-2022

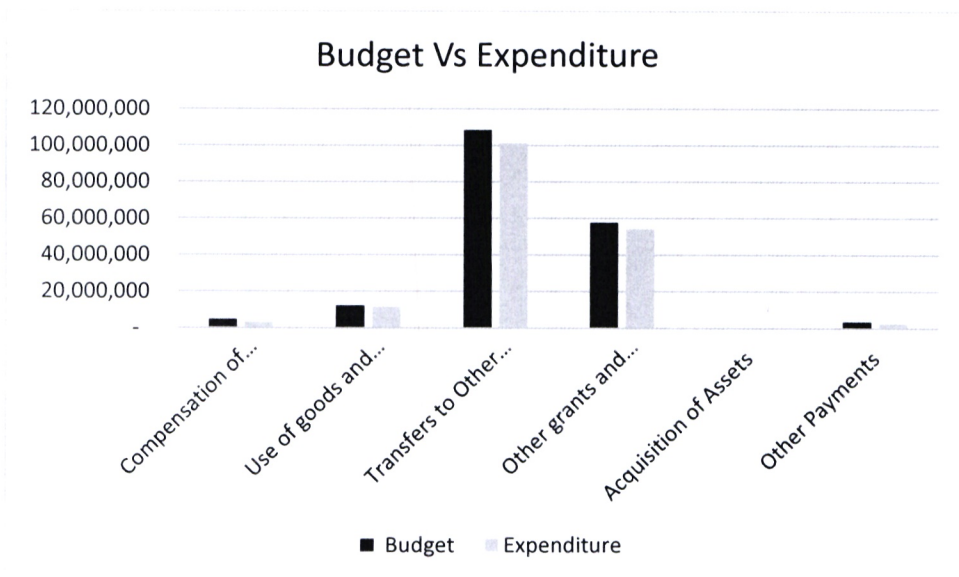


Figure 2: Showing Expenditure against budget

Given the total sum under National Government Const

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itency Development Fund (NG-CDF) it looks little but every spot you go the projects seen are labelled NG-CDF and the name of the Constituency. The funds have done immense good in bringing real change in in most Schools of Endebess constituency, this has greatly saved the poor peasants from the burden of raising or collecting funds for School infrastructure.

If it can be increased from the 2.5 % of the total revenue collected nationally would be done to zero on the many needy, especially that bursary has greatly helped the bright needy students pursue their dreams. In deed given time the living standard of our community will greatly improve mostly through School learning that will be accessible to all. God bless Kenya and the NG-CDF.

As time goes by the stakeholders are beginning to move in unison. The strategic plan development which was drawn under public participation has had an immense impact. Project implementation is fairly smooth. My sincere request to the NG-CDF Board is to ensure that the first disbursement should always be sufficient to clear the bursary issue the 25%. This is a very sensitive sector which impacts positively on the common population.

During the year ended 30th June, 2022, the committee realized major achievements. The committee was able to fund implementation of four twin science laboratories in secondary schools. These mega projects are going to be key in improving academic performance of learners in practical science subjects. The committee was also able to implement construction of four dormitories in secondary schools. The timely implementation of these projects will positively enhance school's enrolment in boarding section. Similarly, these infrastructure projects will avail support infrastructure to support social distance as a control measure in preventing the spread of corona virus. To address the challenge of youth unemployment, the NG-CDFC implemented the construction of an innovation centre at Endebess. This centre located at Endebess, will provide our youth an opportunity to access job openings, tenders and other relevant programmes online and in real time.



Figure 3: Rehabilitation of Endeless Centre Primary School Field.



Figure 4: Tree planting exercise at Testbourne Primary School

I wish to however note that in achieving the above milestones, there were challenges that the committee and implementers faced: The delay in disbursement of funds from the board really had a negative impact especially as the issuance of bursary was done in March 2022. This delay caused some students to stay at home as they were not able to pay for tuition fee. Some Project Management committees also are yet to embrace implementing projects through contractors this slowed down the rate of implementation. To overcome the above implementation challenges, the committee will continue to appeal to the NG-CDF board to ensure disbursement of funds to the constituency done timely to avail funding to projects and hasten absorption of funds. Given the challenges noted in PMC's incapacity to implement projects, the NG-CDFC has scheduled joint training for stakeholders; contractors, PMC members, NG-CDFC, NG-CDFC staffs, and relevant departmental heads.

The emergence and declaration of the Covid 19 pandemic by the World Health Organization has been a major factor in consideration and implementation of projects. The negative impact of the disease on the health of people has impacted the way we manage and implement project. The government issued directives regarding management of the Covid 19 disease among them washing hands, maintaining social distance, wearing masks. All these measures have necessitated a need for a drastic shift in our approach in management for community projects. For instance, field visits now require holding of open meeting with a limited number of participants so that, management of projects now calls for a conscious approach and an embrace of the above stipulated measures to ensure each one involved in a project is safe.

Finally, if there is any institution whose impact has greatly affected positively the lives of the common people it is NG-CDF. It is funds that should be on the increase year after year. God bless Kenya, NG-CDF and all the stakeholders.



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Josiah Kipkemboi Limo
CHAIRMAN NGCDF COMMITTEE

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III. Statement Of Performance Against Predetermined Objectives for FY2021/22

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 *Endebess Constituency 2018-2022* plan are to:

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

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Number of usable physical infrastructure build in primary, secondary, and tertiary institutions Number of bursary's beneficiaries at all levels	In FY 21/22 we increased number of dormitories from 5 to 8, funded construction of 1 laboratory and constructed 19 classrooms in primary school. Bursary beneficiaries at all levels were as per the attached schedules Expenditure return

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Security	To have a safe constituency for everyone	Established and enhanced security infrastructure	Number of chief's offices and infrastructure in police posts	Funded construction of ACC's office at Chepchoina,
Environment	Enhance environmental conservation and sustainable use of natural resources	Increased soil and forest conservation programmes and initiatives Enhance protection and use of water resources Increase access to sanitation facilities and clean environment	Number institutions the constituency has planted trees	Committee funded planting of tree seedlings in 16 primary schools, 1 tertiary institution and supported purchase and installation of 5,000 Litre tanks in 7 public institutions to help in harvesting water
Sports	To enhance sporting and creative talents	Increase access to youth sporting and recreational facilities and activities	Number of youths sporting activities and recreational facilities.	The NG-CDFC funded a sports tournament in the constituency to harness talent
Emergency	To safeguard the community against unexpected misfortunes	Habitable environment	Number of emergency responses acted on by the committee	The committee supported construction of 29 pit latrine that were emergency

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

- a. **Education and Training:** Endebess NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; Endebess NG-CDF 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, Endebess 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:** Endebess 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

The NG-CDF Endebess operates within an environment that sustains its operations. This environment must be protected for today and for the future. In implementing its projects, the NG-CDF Endebess undertakes as a policy to set aside at least 2% of its annual budget towards funding environmental activities within the constituency. To this end the committee has participated in funding tree nurseries, facilitating purchase and planting of tree seedlings in various identified public areas and purchase and installation of 5,000 litre water tanks in 7 public institutions to help in harvesting water. This initiative is aimed at enhancing the forest cover within the constituency and thus conserve our environment.

3. Employee welfare

We invest in providing the best working environment for our employees. Endebess NG-CDF recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Endebess NG-CDF invests in capacity building

programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

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



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Benson Tindi
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- Endebess Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 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- Endebess Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Endebess Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Endebess Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external

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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- Endebess Constituency financial statements were approved and signed by the Accounting Officer on 30th, August 2022.



.....
Name: Josiah Kipkemboi Limo
Chairman – NGCDF Committee



.....
Benson Tindi
Fund Account Manager

REPUBLIC OF KENYA



Enhancing Accountability

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – ENDEBESS 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 Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Endebess Constituency set out on Pages 1 to 46, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the

*Report of the Auditor-General on National Government Constituencies Development Fund - Endebess Constituency
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statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Unsupported Other Receipts

The statement of receipts and payments reflects other receipts balance of Kshs.539,500 as disclosed in Note 3 to the financial statements. Management indicated that the funds were received as a donation from the Embassy of Republic of China for purchase of computers. However, there was no documentation to show receipt of the funds as a donation and supporting agreements between the Fund and the donor. Further, evidence of approval by the Cabinet Secretary- National Treasury was also not provided.

In the circumstance, accuracy and regularity of the donation of Kshs. 539,500 could not be ascertained.

2. Accuracy of Cash and Cash Equivalents

The statement of assets and liabilities reflects bank balances of Kshs.3,774,395. However, Note 10 to the financial statements reflects a balance of Kshs.3,670,898 resulting to unreconciled variance of Kshs.103,497.

In the circumstances, the accuracy of the bank balance of Kshs.3,774,395 could not be confirmed.

3. Unsupported Prior year Adjustment

The statement of assets and liabilities reflects prior year adjustment balance of Kshs.103,497 as disclosed in Note 14 to the financial statements. However, the adjustment was not explained or supported by any journal voucher and other supporting documentation.

In the circumstances, the accuracy and completeness of the net financial position of the Fund could not be ascertained.

4. Misstatement of Transfers from the Board

The summary statement of appropriation reflects transfers from the Board actual amount of Kshs.176,816,292. The figure which varies with the total of opening bank balance of Kshs.6,830,910 and the transfers from the Board during the year of Kshs.170,088,879 amounting to Kshs.176,919,789 resulting to unreconciled variance of Kshs.103,497.

In the circumstances, the accuracy of the transfers from the board could not be confirmed.

5. Unsupported Project Management Committee Bank Balances

Annex 5 to the financial statements - Project Management Committee (PMC) bank balances reflects an amount of Kshs.46,192,710 as at 30 June, 2022. However, the bank balances are not supported by cash books, bank reconciliation statements and certificate of bank balances. Further, the balance includes an amount of Kshs.113,597 which is held in dormant bank accounts instead of being returned to the Fund account as required by Section 12(8) of the National Government Constituencies Development Fund Act, 2015 that all unutilized funds of the Project Management Committee shall be returned to the constituency account.

In addition, Note 17.4 to the financial statements reflects PMC account balances of Kshs.28,754,883 for the year ended 30 June, 2021 which varies with Kshs.16,553,383 reflected in the previous year's audited financial statements by Kshs.12,201,500.

In the circumstance, the accuracy and completeness of the PMC bank balance of Kshs.46,192,710 could not be ascertained.

6. Ownership, Valuation and Existence of Assets

The Annex 4 to the financial statements is a summary of fixed assets amounting to Kshs.32,321,262 as at the financial year ended 30 June, 2022. This amount includes an amount of Kshs.6,253,343 in respect of motor vehicle whose log book was not presented for audit. Further, the assets register contained 11 assets with no cost amount or valuation amount. Management is therefore, in contravention of Section 72(l) of the Public Finance Management Act, 2012 which requires an Accounting Officer for a national government entity to be responsible for the management of the entity's assets and liabilities in a way which ensures that the national Government entity achieves value for money in acquiring, using and disposing of those assets.

In the circumstances, the ownership, valuation and existence of assets 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 - Endebess 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 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

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the 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

1.0 Project Implementation

The project implementation status report as at 30 June, 2022 provided revealed that out of the total one hundred and twenty-three (123) projects, ninety (90) projects have been completed, thirty-two (32) projects are ongoing while one (1) project has not started. The following observations were made:

1.1 Construction of Student Hostel

The Fund disbursed an amount of Kshs.5,000,000 for the construction of student hostel at Endebess Technical Training Institute. The project commenced on 6 June, 2021 and was expected to have been completed in a period of 52 weeks by June, 2022. However, audit inspection of the project in the month of March, 2023 revealed that the project had been stopped at approximately 95% completion stage and the contractor was not on site.

In the circumstances, value for money on the expenditure amounting to Kshs. 5,000,000 could not be ascertained.

1.2 Construction of Dormitory at St. Paul Kitum High School

The Fund also disbursed an amount of Kshs.5,000,000 for the Construction of Dormitory at St. Paul Kitum High School. However, audit inspection carried out in the month of March, 2023 confirmed that the project was complete but not in use since there was no provision for waste disposal system.

1.3 Construction of Dormitory at St. Veronoca Kokwo Girls High School

The Fund disbursed a total of Kshs.8,000,000 vide cheques No.10212, 10213 and 10398, for Construction of 72 student capacity dormitory at St. Veronica Kokwo Girls High School. The project commenced on 2 February, 2022 and was estimated to be completed by 18 February, 2023. However, audit inspection of the project in the month of March, 2023 revealed that the project was approximately 95% complete but the contractor not on site.

1.4 Construction of Multi-Purpose Hall at St. Veronoca Kokwo Girls High School

An amount of Kshs.9,500,000 was disbursed during the year for construction of 120-capacity Multi-Purpose Hall at St. Veronoca Kokwo Girls High School. Though the project was to take 52 weeks from 2 February, 2022 to 18 February, 2023, by the time of audit in the month of March, 2023, the project was at approximately 45% completion stage and the contractor had abandoned the site. No reason was provided for the failure to implement the project as expected and the arrangements the Fund had to have the project completed as envisaged.

1.5 Project Management Committee Records and Reports

The statement of receipts and payments reflects an amount of Kshs.101,325,000 in respect of transfers to other Government units during the year. However, audit review of the project files and records provided revealed that five (5) projects with an expenditure amounting to Kshs.12,550,000 were completed and in use but there were no respective handing over reports as required by Regulation 15 (1)(f) of National Government Constituency Development Fund Regulations, 2016:

Project Name	Approved Activity	Amount (Kshs.)
St. Mary's Nai Girls Secondary School	construction of 72 student capacity dormitory at ksh8,000,000.00 to completion and additional funds for additional works (tiling of laboratory worktops) on construction of 80 student's capacity twin science laboratory at ksh350,000.00	8,350,000
Basale Primary School	Renovation of 3 classrooms flooring and plastering to completion	800,000
Bwala Primary School	Renovation of 4 classrooms flooring, repair of walls and roofing to completion	1,200,000
Nalulingo Primary School	Renovation of 4 classrooms flooring, repair and fitting windows to completion	1,200,000
Nalulingo Secondary School	Additional funds for additional works resulting from variation works (excavation and earth works. Hardcore fill and compacting, murum blinding and sawn formwork) on 80 students' capacity twin science laboratory	1,000,000
Totals		12,550,000

The use of projects that have not been handed over by the contractors and by the Project Management Committees may encourage payment for incomplete works that will lead to wastage and loss of public resources.

In the circumstances, value for money spent on the projects could not be ascertained.

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

Basis of Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether processes and systems of internal 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to 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 controls 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

18 July, 2023

Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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

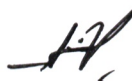
	Note	2021-2022	2020-2021
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	170,088,879	162,267,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	539,500	9,283
TOTAL RECEIPTS		170,628,379	162,277,007
PAYMENTS			
Compensation of employees	4	3,223,747	2,999,367
Use of goods and services	5	11,724,300	11,315,994
Transfers to Other Government Units	6	101,325,000	93,325,000
Other grants and transfers	7	54,372,597	51,938,550
Acquisition of Assets	8	300,000	850,000
Other Payments	9	2,739,250	519,000
TOTAL PAYMENTS		173,684,894	160,947,911
SURPLUS/DEFICIT		(3,056,515)	1,329,096

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 30th August, 2022 and signed by:



Fund Account Manager

Name: Benson Tindi



National Sub-County
 Accountant
 Name: Jamin Mukapi
 ICPAK M/No:



Chairman NG-CDF Committee

Name: Josiah Kipkemboi Limo

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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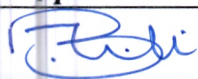
Statement of Assets and Liabilities as at 30th June, 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	3,774,395	6,830,910
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		3,774,395	6,830,910
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		3,774,395	6,830,910
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	0	103,497
NET FINANCIAL SSETS		3,774,395	6,727,413
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	6,830,910	5,398,317
Prior year adjustments	14		103,497
Surplus/Defict for the year		(3,056,515)	1,329,096
NET FINANCIAL POSITION		3,774,395	6,830,910

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

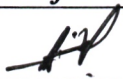
The Constituency financial statements were approved on 30th August 2022 and signed by:

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*



Fund Account Manager

Name: Benson Tindi



**National Sub-County
Accountant**

**Name: Jamin Mukapi
ICPAK M/No:**



Chairman NG-CDF Committee

Name: Josiah Kipkemboi Limo

*Endebess Constituency
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VIII. Statement of Cash Flows for the Year Ended 30th June 2022

		2021-2022	2020-2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	170,088,879	162,267,724
Other Receipts	3	539,500	9,283
		170,628,379	162,277,007
Payments for operating activities			
Compensation of Employees	4	3,223,747	2,999,366
Use of goods and services	5	11,724,300	11,315,994
Transfers to Other Government Units	6	101,325,000	93,325,000
Other grants and transfers	7	54,372,597	51,938,550
Other Payments	9	2,739,250	519,000
		173,384,894	160,097,910
Total Receipts Less Total Payments		(2,756,515)	2,179,097
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	12B	(103,497)	(945,578)
Prior year Adjustments	14	103,497	-
Net Adjustments		-	(945,578)
Net cash flow from operating activities		(2,756,515)	1,233,519
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(300,000)	(850,000)
Net cash flows from Investing Activities		(300,000)	(850,000)

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NET INCREASE IN CASH AND CASH EQUIVALENT		(3,056,515)	383,519
Cash and cash equivalent at BEGINNING of the year	10	6,830,910	6,447,391
Cash and cash equivalent at END of the year		3,774,395	6,830,910

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 30th August 2022 and signed by:



Fund Account Manager

Name: Benson Tindi



**National Sub-County
Accountant**

**Name: Jamin Mukapi
ICPAK M/No:**



Chairman NG-CDF Committee

Name: Josia Kipkemboi Limo

Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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IX. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	6,830,910	44,188,879	188,108,668	176,816,292	11,292,376	94.0%
Proceeds from Sale of Assets	-			-	-	-	0.0%
Other Receipts		-		-	539,500	(539,500)	#DIV/0!
TOTAL RECEIPTS	137,088,879	6,830,910	44,188,879	188,108,668	177,355,792	10,752,876	94.3%
PAYMENTS	-	-	-			-	
Compensation of Employees	3,161,000	68,606	1,500,000	4,729,606	3,223,747	1,505,859	68.2%
Use of goods and services	9,175,672	4,002,660	2,264,935	15,443,267	11,724,300	3,718,967	75.9%
Transfers to Other Government Units	75,800,000	-	32,723,330	108,523,330	101,325,000	7,198,330	93.4%
Other grants and transfers	48,652,207	2,248,691	6,875,208	57,776,106	54,372,597	3,403,509	94.1%
Acquisition of Assets	300,000	-	-	300,000	300,000	-	100.0%
Other Payments	-	-	825,406	825,406	2,739,250	(1,913,844)	331.9%
Funds pending approval	-	510,953	-	510,953	-	510,953	0.0%

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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TOTAL	137,088,879	6,830,910	44,188,879	188,108,668	173,684,894	14,423,774	92.3%
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***Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

Explanatory Notes.

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the “AIA” alongside the revenue category.]

The constituency received and declared an A.I. of Ksh 539,500 during the year.

(b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

The under-utilization of 66.3% of funds for compensation of employees is attributed to the fact that the program is ongoing into 2022/2023. While the under-utilization of 76.8% on other payments is due to the fact that the board is yet to disburse all the funds for the program to the constituency.

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	14,423,774
Less undisbursed funds receivable from the Board as at 30 th June 2022	10,752,876
	3,670,898
Add Accounts payable	-
Less Accounts Receivable	-

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	3,670,898

The Constituency financial statements were approved on 30th August 2022 and signed by:



Fund Account Manager

Name: Benson Tindi



National Sub-County Accountant

**Name: Jamin Mukapi
ICPAK M/No:**



Chairman NG-CDF Committee

Name: Josiah Kipkemboi Limo

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2021/2022			2021/2022	30/06/2022		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,161,000	68,606	1,500,000	4,729,606	3,223,747	1,505,859	68%
1.2 Committee allowances	2,664,000	853,100	-	3,517,100	3,000,000	517,100	85%
1.3 Use of goods and services	2,400,000	691,062	688,953	3,780,015	2,774,300	1,005,715	73%
Total	8,225,000	1,612,768	2,188,953	12,026,721	8,998,047	3,028,674	75%
2.0 Monitoring and evaluation							
2.1 Capacity building	1,500,000	-	283,000	1,783,000	1,700,000	83,000	95%
2.2 Committee allowances	2,000,000	1,271,700	800,000	4,071,700	3,150,000	921,700	77%
2.3 Use of goods and services	611,672	1,186,798	492,982	2,291,452	1,100,000	1,191,452	48%
Total	4,111,672	2,458,498	1,575,982	8,146,152	5,950,000	2,196,152	73%

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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3.0 Emergency	7,192,207	448,241	2,992,208	10,632,656			0%
3.1 Primary Schools				-	-	-	#DIV/0!
BENSON TINDI					400,000		
AMANI PRIMARY SCHOOL					400,000		
NABEKI PRIMARY SCHOOL					250,000		
RWANDET PRIMARY SCHOOL					200,000		
MATUMBEI PRIMARY SCHOOL					200,000		
KAPKURES PRIMARY SCHOOL					300,000		
CHEPTANTAN PRIMARY SCHOOL					200,000		
NABEKI PRIMARY SCHOOL					250,000		
CHEPSALEI PRIMARY SCHOOL					250,000		
AIC CHEBEREM PRIMARY SCHOOL					200,000		
AIC CHEBEREM PRIMARY SCHOOL					250,000		
KAYOS PRIMARY SCHOOL					200,000		
SUAM PRIMARY SCHOOL					200,000		
NABEKI PRIMARY SCHOOL					300,000		
BENSON TINDI					517,597		

AMANI PRIMARY SCHOOL					1,200,000		
KIETKEI SECONDARY SCHOOL					100,000		
TESTBOURNE PRIMARY SCHOOL					100,000		
LABOT PRIMARY SCHOOL					100,000		
BENSON TINDI					400,000		
3.2 Secondary schools				-	-	-	#DIV/0!
LUTASO SECONDARY SCHOOL					170,000		
ST. MATHEWS SEC. SCH-CHEPTANTAN					400,000		
MATUMBEI SECONDARY SCHOOL					400,000		
KIETKEI SECONDARY SCHOOL					400,000		
KIETKEI SECONDARY SCHOOL					200,000		
3.3 Tertiary institutions				-	-	-	#DIV/0!
3.4 Security projects				-	-	-	#DIV/0!
CHEPCHOINA POLICE STATION					650,000		
ADMINISTRATION POLICE HOUSING					450,000		

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
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ADMINISTRATION POLICE HOUSING					300,000		
MATUMBEI CHIEF'S OFFICE					150,000		
MUBERE ASSISTANT CHIEF'S OFFICE					150,000		
3.5 Unutilised				-	-	-	#DIV/0!
Total	7,192,207	448,241	2,992,208	10,632,656	9,287,597	1,345,059	87%
4.0 Bursary and Social Security							
4.1 Secondary Schools	23,460,000	-	-147,000	23,313,000	22,883,000	430,000	98%
4.2 Tertiary Institutions	11,000,000	-	230,000	11,230,000	11,319,000	-89,000	101%
4.3 Social Security	-	-	-	-	-	-	#DIV/0!
4.4 Special Needs	-	-	-	-	-	-	#DIV/0!
Total	34,460,000	-	83,000	34,543,000	34,202,000	341,000	99%
N.H.I.F					83,000	-83,000	#DIV/0!
Total	-	1,800,450	-	34,543,000	34,285,000	-83,000	99%
5.0 Sports							
5.1	1,900,000	1,800,450	-	3,700,450	1,900,000	1,800,450	51%
Total	1,900,000	1,800,450	-	3,700,450	1,900,000	1,800,450	51%
6.0 Environment							

*Endebess Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

A.I.C Cheberem Primary School	-	-	-	-	-	-	#DIV/0!
Amani Primary School	-	-	-	-	-	-	#DIV/0!
Bwala Primary School	-	-	-	-	-	-	#DIV/0!
Chelulus Primary School	-	-	-	-	-	-	#DIV/0!
Chepkwirot Primary School	-	-	-	-	-	-	#DIV/0!
Chepyalil Primary School	-	-	-	-	-	-	#DIV/0!
Cheptikit Primary School	-	-	-	-	-	-	#DIV/0!
DRP Keben Primary School	100,000	-	-	100,000	100,000	-	100%
Endebess Technical Training Institute	-	-	-	-	-	-	#DIV/0!
Kayos Primary School	-	-	-	-	-	-	#DIV/0!
Kietkei Secondary School	100,000	-	-	100,000	100,000	-	100%
Korong Primary School	-	-	-	-	-	-	#DIV/0!
Labot Primary School	100,000	-	-	100,000	100,000	-	100%
Labot Primary School	-	-	-	-	-	-	#DIV/0!
Matumbei Primary School	-	-	-	-	-	-	#DIV/0!
Moss Memorial Primary School	-	-	-	-	-	-	#DIV/0!
Nalulingo Primary School	-	-	-	-	-	-	#DIV/0!

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Namwichula Primary School	-	-	-	-	-	-	#DIV/0!
Salama Primary School	-	-	-	-	-	-	#DIV/0!
Testbourne Primary School	100,000	-	-	100,000	100,000	-	100%
Kitinda Primary School	100,000	-	-	100,000	100,000	-	100%
Chepchoina Secondary School	100,000	-	-	100,000	100,000	-	100%
Chebrirbei Primary School	100,000	-	-	100,000	100,000	-	100%
Endebess Environment C.B.O	1,700,000	-	-	1,700,000	1,700,000	-	100%
Total	2,400,000	-	-	2,400,000	2,400,000	-	100%
7.0 Primary Schools Projects							
Chepsalei Primary School	-	-	800,000	800,000	800,000	-	100%
Chelulus Primary School	-	-	800,000	800,000	800,000	-	100%
Kitum Primary School	-	-	800,000	800,000	800,000	-	100%
Chepnyalil Primary School	-	-	800,000	800,000	800,000	-	100%
Kitinda Primary School	800,000	-	800,000	1,600,000	1,600,000	-	100%
Chepkwirot Primary School	-	-	800,000	800,000	800,000	-	100%
Kibosit Primary School	-	-	1,600,000	1,600,000	1,600,000	-	100%
Mubere Primary School	-	-	1,200,000	1,200,000	1,200,000	-	100%

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Aic Cheberem Primary School	-	-	800,000	800,000	800,000	-	100%
Nauyapong Primary School	-	-	800,000	800,000	800,000	-	100%
Amani Primary School	1,750,000	-	800,000	2,550,000	2,550,000	-	100%
Atenus Primary School	2,300,000	-	-	2,300,000	2,300,000	-	100%
Rwandeet Primary School	1,400,000	-	-	1,400,000	1,400,000	-	100%
Sendera Primary School	500,000	-	-	500,000	500,000	-	100%
Njoro Primary School	1,000,000	-	-	1,000,000	1,000,000	-	100%
Korongga Primary School	800,000	-	-	800,000	800,000	-	100%
Samuel Imbuye Pri. School	800,000	-	-	800,000	800,000	-	100%
Robinson Primary School	800,000	-	-	800,000	800,000	-	100%
Kapkures Primary School	800,000	-	-	800,000	800,000	-	100%
Bwala Primary School	1,200,000	-	-	1,200,000	1,200,000	-	100%
Nalulingo Primary School	1,200,000	-	-	1,200,000	1,200,000	-	100%
Basale Primary School	800,000	-	-	800,000	800,000	-	100%
Chebrirbei Primary School	2,300,000	-	-	2,300,000	2,300,000	-	100%
Matumbei Primary School	800,000	-	800,000	1,600,000	1,600,000	-	100%
Drp Keben Primary School	800,000	-	-	800,000	800,000	-	100%

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Moss Memorial Primary School	800,000	-	-	800,000	800,000	-	100%
Salama Primary School	1,600,000	-	-	1,600,000	1,600,000	-	100%
Cheberem Primary School	800,000	-	-	800,000	800,000	-	100%
Nabeki Primary School	800,000	-	800,000	1,600,000	1,600,000	-	100%
Tulwop Kesis Primary School	800,000	-	-	800,000	800,000	-	100%
Chepchoina Primary School	1,500,000	-	-	1,500,000	1,500,000	-	100%
	24,350,000	-	11,600,000	35,950,000	35,950,000	-	100%
8.0 Secondary Schools Projects							
Mubere Secondary School	-	-	4,925,000	4,925,000	2,425,000	2,500,000	49%
Kimwondo Secondary School	1,500,000	-	6,000,000	7,500,000	6,500,000	1,000,000	87%
St. Matthews Sec. School Cheptantan	-	-	500,000	500,000		500,000	0%
Nalulingo Secondary School	-	-		-	1,500,000	-1,500,000	#DIV/0!
Nalulingo Secondary School	1,000,000	-		1,000,000	1,000,000	-	100%
St. Mary's Nai Secondary School	8,350,000	-		8,350,000	8,350,000	-	100%
Kitum High School	8,000,000	-		8,000,000	8,000,000	-	100%
Kokwo Girls Sec. School	17,500,000	-		17,500,000	17,500,000	-	100%
Chemkengen Secondary School	2,300,000	-		2,300,000	2,300,000	-	100%

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Salama Secondary School	2,000,000	-		2,000,000	2,000,000	-	100%
Kietkei Sec. Sch.	600,000	-		600,000	600,000	-	100%
Lutaso Sec. Sch.	3,200,000	-		3,200,000	3,200,000	-	100%
Chepchoina Secondary School	7,000,000	-		7,000,000	7,000,000	-	100%
Total	51,450,000	-	11,425,000	62,875,000	60,375,000	2,500,000	96%
9.0 Tertiary institutions Projects							
Endebess Technical Training Inst.	-	-	9,698,330	9,698,330	5,000,000	4,698,330	52%
Total	-	-	9,698,330	9,698,330	5,000,000	4,698,330	52%
10.0 Security Projects							
Endebess Sub-loc Ass. Chief's Office	-	-	500,000	500,000	500,000	-	100%
Chorlim Assistant Chief Office	-	-	300,000	300,000	300,000	-	100%
Matumbei Chief's Office	-	-	500,000	500,000	500,000	-	100%
Ass. County Comm. Chepchoina	2,500,000	-	-	2,500,000	2,500,000	-	100%
Mubere Assistant Chief's Office	200,000		2,500,000	2,700,000	2,700,000	-	100%
Total	2,700,000	-	3,800,000	6,500,000	6,500,000	-	100%
11.0 Acquisition of assets							

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Office Equipment	300,000	-	-	300,000	300,000	-	100%
Total	300,000	-	-	300,000	300,000	-	100%
12.0 Other payments							
Innovation Hub	-	-	825,406	825,406	2,739,250	-1,913,844	332%
Total	-	-	825,406	825,406	2,739,250	-1,913,844	332%
13.0 unallocated fund							
Unapproved projects	-						
AIA		510,953	-	510,953	-	510,953	0%
PMC savings	-						#DIV/0!
Total	-	510,953	-	510,953	-	510,953	0%
GRAND TOTALS	<u>137,088,879</u>	<u>6,830,910</u>	<u>44,188,879</u>	<u>188,108,668</u>	<u>173,684,894</u>	<u>14,423,774</u>	92%

(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-Endebess Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs

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

External Assistance

External assistance refers to grants and loans received from local, multilateral and bilateral development partners. In the year under review there was 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 xx June 20xx 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.

Significant Accounting Policies continued

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.

XII. Notes to the Financial Statements**1. Transfers from NGCDF Board**

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO B140876	33,000,000	
AIE NO B105429	44,000,000	
AIE NO B105756	22,000,000	
AIE NO B132488	6,000,000	
AIE NO B128800	12,000,000	
AIE NO B154398	16,000,000	
AIE NO B154291	20,000,000	
AIE NO B155807	17,088,879	
AIE NO. B096945		15,000,000
AIE NO. B104596		19,000,000
AIE NO. A823509		35,367,724
AIE NO. B124511		9,000,000
AIE NO. B124928		10,000,000
AIE NO. B119784		13,000,000
AIE NO. B128074		6,900,000
AIE NO. B128384		7,000,000
AIE NO. B132129		6,000,000
AIE NO. B138797		13,000,000
AIE NO. B126092		6,000,000
AIE NO. B126382		10,000,000
AIE NO. B140528		12,000,000
	-	-
TOTAL	170,088,879	162,267,724

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Notes To the Financial Statements (Continued)

2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	6,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	539,500	3,283
Total	539,500	9,283

4. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,138,425	1,995,164
Personal allowances paid as part of salary		-
House Allowance	208,000	192,000
Transport Allowance	144,000	-
Leave allowance	24,000	24,000
Gratuity to contractual employees	659,722	765,003
Employer Contributions Compulsory national social security schemes	24,800	
Employer Contributions Compulsory national social security schemes	24,800	23,200
Total	3,223,747	2,999,367

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Notes To the Financial Statements (Continued)

5. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	-	-
Utilities, supplies and services	-	-
Communication, supplies and services	95,000	70,000
Domestic travel and subsistence	1,281,850	409,775
Printing, advertising and information supplies & services	46,400	31,050
Rentals of produced assets	-	-
Training expenses	1,052,000	2,859,000
Hospitality supplies and services	247,150	329,000
Other committee expenses	-	-
Committee allowance	7,018,900	5,472,270
Specialized materials and services	-	-
Office and general supplies and services	232,000	416,180
Other operating expenses	254,870	416,180
Routine maintenance – vehicles and other transport equipment	630,867	636,604
Routine maintenance – other assets	40,600	112,930
Bank Services Commission and charges	99,560	66,225
Fuel, Oil and Lubricants	725,103	806,100
Total	11,724,300	11,315,994

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	35,950,000	19,600,000
Transfers To Secondary Schools (See Attached List)	60,375,000	62,325,000
Transfers To Tertiary Institutions (See Attached List)	5,000,000	11,400,000
Total	101,325,000	93,325,000

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Notes To the Financial Statements (Continued)

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	22,883,000	22,997,000
Bursary – tertiary institutions (see attached list)	11,319,000	11,580,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	83,000	
Security projects (see attached list)	6,500,000	1,100,000
Sports projects (see attached list)	1,900,000	1,899,550
Environment projects (see attached list)	2,400,000	3,882,000
Emergency projects (see attached list)	9,287,597	10,480,000
Total	54,372,597	51,938,550

8. Acquisition of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	500,000
Purchase of Office Furniture and General Equipment	-	350,000
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Purchase of computers, printers and other IT equipment	300,000	-
Total	300,000	850,000

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	
ICT Hub	2,739,250	519,000
	2,739,250	519,000

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Notes To the Financial Statements (Continued)

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Equity Bank, A/c No. 0330261608206</i>	3,670,898	6,830,910
	-	-
Total	3,670,898	6,830,910
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	-	-	-
Total		-	-	-

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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	-	-

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	103,497.00	1,049,075
Gratuity held during the year (B)	659,722.00	765,003
Gratuity paid during the Year (C)	763,218.60	1,710,581
Closing Gratuity as at 30 th June D= A+B-C	0.40	103,497.00
Net changes in accounts payables A- D	103,497	945,578

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	6,727,414	5,398,317
Cash in hand		
Imprest		
Total	6,727,414	5,398,317

Notes To the Financial Statements (Continued)

14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjusments	Adjusted Balance** b/f FY 2020/202 1
Description of the error	Kshs	Kshs	Kshs
Bank accounts balances	-		-
Cash in hand	-	-	-
Accounts Payable- Gratuity	103,497	103,497	-
Receivables	-	-	-
Total	103,497	103,497	-

** 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)	8,259,420	8,956,670
Imprest surrendered during the Year (C)	8,259,420	8,956,670
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		

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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	1,505,859	2,514,185
Use of goods and services	3,718,967	6,267,595
Transfers to Other Government Units	7,198,330	32,723,330
Other grants and transfers	3,403,509	9,123,899
Acquisition of Assets	-	-
Other Payments	(1,913,844)	825,406
Funds pending approval	510,953	510,953
	14,423,774	51,965,368

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	46,192,501	28,754,883
Total	46,192,501	28,754,883

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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					

Annex 2 - Analysis of Pending Staff Payables

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

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees		1,505,859	2,514,186	
Use of goods & services		3,718,967	6,267,595	
Amounts due to other Government entities				
Chelulus Primary School	Construction of 1No. Classroom		800,000	
Amani Primary School	Construction of 1No. Classroom		800,000	
Kitinda Primary School	Construction of 1No. Classroom		800,000	
Nauyapong Primary School	Construction of 1No. Classroom		800,000	
Kitum Primary School	Construction of 1No. Classroom		800,000	
Chepnyalil Primary School	Construction of 1No. Classroom		800,000	
Mubere Primary School	Construction of 1No. Classroom		800,000	
Matumbei Primary School	Construction of 1No. Classroom		1,200,000	
Chepkwirot Primary School	Construction of 1No. Classroom		800,000	
Kibosit Primary School	Construction of 1No. Classroom		800,000	
A.I.C Cheberem Primary School	Construction of 1No.			

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
	Classroom		1,600,000	
Nabeki Primary School	Construction of 1No. Classroom		800,000	
Mubere Secondary School	Construction of 1No. Classroom	2,500,000	800,000	
Kimwondo Secondary School	Construction of Dormitory	1,000,000	4,925,000	
St. Mathews Secondary School-Cheptantan	Construction of Dormitory		4,500,000	
St. Matthews Sec. School Cheptantan	Construction of Bio digester	500,000	500,000	
Nalulingo Secondary School		(1,500,000)		
Endebess Technical Training Institute	Construction of 1No. Classroom	4,698,330.00	1,500,000	
Sub-Total	Construction of Hostel	7,198,330	32,723,330	
Amounts due to other grants and other transfers				
Emergency	To cater for unforeseen occurrences	1,345,059	3,440,449	
Bursary	To pay for the tuition fee	341,000	83,000	
Sports	Organise for the Constituency tournament	(83,000)		
Security	Enhance security in the Constituency	1,800,450	1,800,450	
		-	3,800,000	
Sub-Total		3,403,509	9,123,899	
Acquisition of assets				

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Sub-Total			-	
Others (<i>specify</i>)		825,406	825,406	
Sub-Total		825,406	825,406	
Funds pending approval		-	510,953	
Sub-Total		510,953	510,953	
Grand Total		<u>14,423,774</u>	<u>51,965,368</u>	

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	24,054,834			24,054,834
Transport equipment	6,253,343			6,253,343
Office equipment, furniture and fittings	943,835	300,000	-	1,243,000
ICT Equipment, Software and Other ICT Assets	742,500			742,500
Other Machinery and Equipment	26,750			26,750
Heritage and cultural assets	-			-
Intangible assets	-			-
Total	32,021,262	300,000		32,321,262

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Annex 5 –PMC Bank Balances as at 30th June 2022

	PMC	Bank	Account number	Date Opened	Bank Balance 2021/2022	Bank Balance 2020/2021
1	Chebrirbei Primary School	Equity	330277410132	03-07-2018	793,183	12,258
2	Administration Police Endebess	Sidian Bank	1026030011641	19.12.2020	255	255
3	Aic Cheberem Primary School	Equity	330268578054	23-06-2016	2,298,975	-
4	Amani Primary School	Equity	330266690863	05-02-2016	133,579	267,362
5	Andersen High School	Equity	330264699473	14-08-2015	4,357	4,357
6	Andersen Primary School	Equity	330261040523	29-05-2013	1,280	1,280
7	Atenus Primary School	Sidian	01026030012318	10.05.2022	2,298,975	-
8	Basale Primary School	Equity	330192660551	17-07-2008	10,062	21
9	Bwala Secondary School	Equity	330299588829	15-02-2007	10,062	9,122
10	Cheberem Primary School	Co-op Bank	1139268558500	15.06.2015	885,401	9,860
11	Chelulus Primary School	Equity	330278736583	04-04-2019	33,480	-
12	Chemkengen Primary School	Equity	330192662758	18-07-2008	9,481	14,041
13	Chemkengen Secondary School	Sidian	01026030012348	21.05.2022	1,600,015	-
14	Chepchoina Police Station	Sidian	1026030012108	8.09.2021	1,223	-
15	Chepchoina Primary School	Equity	330281029819	19-07-2016	800,795	-
16	Chepchoina Secondary School	Equity	330267149101	10-03-2016	42	42

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	PMC	Bank	Account number	Date Opened	Bank Balance 2021/2022	Bank Balance 2020/2021
17	Chepkwirot Primary School	Equity	330269592154	29-08-2016	18	381
18	Chepnyalil Primary School	Equity	330268581530	23-06-2016	1,223	-
19	Chepsalei Primary School	Equity	330198772827	01-02-2012	106,382	3,926
20	Chepsalei Secondary School	Equity	330299493719	23-07-2012	9,271	9,271
21	Cheptantan Primary School	Equity	330290746218	12-02-2007	41	1
22	Cheptikit Primary School	Equity	330277385096	26-06-2018	2,825	-
23	Chesitia Primary School	Equity	330261721889	22-11-2013	2,196	-
24	Chorlim Primary School	Sidian Bank	1026030011651	24.12.2020	915	915
25	Chorlim Sub-location	Equity	330165416833	30-10-2015	35,150	5,210
26	DRP Keben Primary School	Equity	330266850389	26-07-2010	3,698	58,758
27	Endebess Centre Primary School	Sidian Bank	1026030011881	24.06.2021	558,900	2,100,463
28	Endebess Recreation and Social Dev.	Equity	330266715113	06-02-2016	401,413	653
29	Endebess TTI	Sidian Bank	1026030011901	25.06.2021	4,552,672	8,900,000
30	Feedlot Primary School	Equity	330290840915	21-03-2007	5,590	5,590
31	Imbuye Primary School	Equity	330269158736	29-07-2016	1,041	966
32	Japata Secondary School	Equity	330264495532	16-07-2015	1,973	1,973

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	PMC	Bank	Account number	Date Opened	Bank Balance 2021/2022	Bank Balance 2020/2021
33	Kaibei Location	Equity	330169027442	19-07-2016	-	39
34	Kaisheber Primary School	Equity	330298964600	13-03-2012	13,995	13,995
35	Kamaroko Primary School	Equity	330269055059	21-07-2016	21,141	21,141
36	Kapkures Primary School	Equity	330198772493	01-02-2012	55	345,818
37	Kayos Primary School	Co-operative	1139269963100	30.06.2015	3,332	-
38	Kiboi Primary School	Equity	330262666896	28-07-2014	3,756	41,816
39	Kibosit Primary School	Equity	330278933156	07-06-2019	209	-
40	Kietkei Primary School	Equity	330290881582	22-07-2008	1,627	1,627
41	Kietkei Secondary School	Equity	330290881582	10-04-2007	1,627	1,627
42	Kimwondo Police Post	Sidian Bank	1026030011951	30.06.2021	78,977	2
43	Kimwondo Primary School	Equity	330192677855	22-07-2008	286	286
44	Kimwondo Secondary School	Equity	330293646213	10-03-2009	4,736,779	39,754
45	Kipsibo Primary School	Equity	330198765302	30-01-2012	7,798	7,798
46	Kitinda Primary School	Equity	330270885297	05-12-2016	841,793	249,611
47	Kitum High School	Equity	330290814763	13.06.2015	8,000,000	-
48	Kitum Primary School	Equity	330290814763	12-03-2007	2 509.65	24.12.2020

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	PMC	Bank	Account number	Date Opened	Bank Balance 2021/2022	Bank Balance 2020/2021
49	Koibei Primary School	Equity	330266654404	03-02-2016	24,680	24,680
50	Korong Primary School	Equity	330261630536	07-02-2007	303	303
51	Labot Primary School	Equity	330268709472	17-02-2016	11,075	161,195
52	Lutaso Primary School	Equity	330297420356	31-05-2011	2,261	2,261
53	Lutaso Secondary School	Equity	330297420356	31-05-2011	2,261	152,620
54	Maendeleo Kwa Wote	Equity	330164387606	25-06-2015	2,375	2,375
55	Maliki Primary School	Equity	330290715625	30-01-2007	6,648	6,648
56	Matumbei Ass. Chief's Office PMC	Sidian Bank	1026030011661	24.12.2020	4,915	1,975
57	Matumbei Primary School	Equity	330192677752	22-07-2008	806 540.40	
58	Matumbei Sceondary School	Equity	330190813861	12-03-2007	-	7,910,467
59	Matumbei's Chief Office PMC	Sidian Bank	1026030011911	30.06.2021	63	700,000
60	Moss Memorial Primary School	Equity	330269273816	05-08-2016	1,080	400,140
61	Mubere Assistant Chief's Office	Sidian Bank	1026030011591	15.08.2020	2,029	398,975
62	Mubere Primary School	Equity	330192657097	17-07-2008	64 442.90	-
63	Mubere Secondary School	Equity	330290726630	05-02-2007	640 176	-
64	Mwolem Market Association	Equity	330160527079	16-01-2013	4,245	4,245

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	PMC	Bank	Account number	Date Opened	Bank Balance 2021/2022	Bank Balance 2020/2021
65	Nabakhwana Primary School	Equity	330271954208	24-10-2013	234	141
66	Nabeki Primary School	Equity	330268550510	21-06-2016	800 053.15	-
67	Naifarm Primary School	Equity	330290853678	27-03-2007	1,986	1,986
68	Nalulingo Secondary School	Equity	330266676708	04-02-2016	1,785,114	4,265,101
69	Nalulingo Primary School	Equity	330295912190	31-10-2013	303	11,964
70	Naminit Primary School	Equity	330261721889	22-11-2013	2,196	-
71	Nauyapong Primary School	Equity	330297426055	02-06-2011	1 518.80	-
72	Njoro Primary School	Equity	330193418554	29-06-2016	942	942
73	Njoro Secondary School	Co-op Bank	1139599506600	30.06.2015	819,980	820,220
74	Robinson primary school	Equity	330261593186	21-01-2009	11,741	111,301
75	Rwanda Primary School	Equity	330268597051	24-06-2016	1,401,237	297
76	Sabwani Primary School	Equity	330192686574	23-07-2008	20,087	21,112
77	Salama Primary School	Sidian	1026030011921	30.06.2022	1,600,015	-
78	Salama Secondary School	Sidian	1026030012238	15.02.2022	800,795	-
79	Sendera Primary School	Sidian Bank	1026030011821	28.05.2021	500,735	98,915
80	St. Barnabas Sec. School	Equity	330265885412	03-12-2015	428,646	-
81	St. Barnabas Sec. School	Equity	330290753728	14-02-2007	168,344	14,943

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	PMC	Bank	Account number	Date Opened	Bank Balance 2021/2022	Bank Balance 2020/2021
82	St. Francis Of Asis Koronga Sec. School	Equity	330290818059	13-03-2007	94,413	-
83	St. Mary's Nai Girls Sec. School	Equity	330263650267	21-01-2015	5,027,773	244,893
84	St. Mathews Sec. School Cheptantan	NBK	1025048569701	16-08-2012	16,000	825,941
85	St. Veronica Kokwo Girls	Equity	330263591529	08-01-2015	4,554,474	54,474
86	Suam Primary School	Equity	330261804916	17-12-2013	7,355	415
87	Testbourne Primary School	Equity	330290755537	02-03-2017	157,325	1,787
88	Titmet Girls Secondary School	Equity	330268501928	17-06-2016	370,392	264,796
89	Titmet Primary School	Equity	330290734760	10-04-2007	1,853	19,973
90	Tulwop Kesis Primary School	Equity	330268661063	27-06-2016	82,990	99,579
	Total				46,192,710	28,754,883

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)
Basis for Qualified opinion	Cash and Cash Equivalents	Cheque No. 6032 reversed	Not resolved	30/6/2023
1	Budgetary Control and Performance	Projects fully funded and implemented in 2020/2021	Not resolved	30/6/2023
2	Project Implementation	Projects completed	Resolved	30/6/2023
Basis for conclusion				
1	Construction of Dining hall at St. Mathews Secondary School Cheptantan	Project complete and in use	Resolved	30/6/2023
2	Construction of dormitory at Japata Secondary School	Recommendations implemented	Not resolved	30/6/2023

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Benson Tindi
Fund Account Manager.