

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 25 JUL 2024	THURSDAY
TABLED BY:	Hon. Samuel Chepkongay, CBSOF
CLERK-AT THE TABLE:	Anne Shibuko

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REPORT

THE AUDITOR-GENERAL

ON

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

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

Revised Template 30th June 2023



SAKU CONSTITUENCY

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

FY- Financial Year

II. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Saku 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)

Fiduciary Management

The key management personnel who held office during the ended 30th June 2023 and who had direct fiduciary responsibility been:

No	Designation	Name
1.	A.I.E holder	Ibrahim Tawane
2.	Sub-County Accountant	Antony Macharia
3.	Chairman NGCDFC	Guyo Bonaya
4.	Member NGCDFC	Boru Jattani

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Saku 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.

(d) Saku Constituency NGCDF Headquarters

Saku NG-CDF,
P.O. Box 184-60500,
Marsabit Township, Behind Kenya Commercial Bank,
Marsabit, KENYA

(e) Saku Constituency NGCDF Contacts

E-mail: cdfsaku@ngcdf.go.ke
Website: www.sakungcdf.go.ke

(f) Saku Constituency NGCDF Bankers

Kenya Commercial Bank,
Marsabit Branch,
Account No:1102647977

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

III. NG-CDFC Chairman's Report



MR. GUYO BONAYA- SAKU NG-CDFC CHAIRMAN

Greetings fellow stakeholders of NG-CDFC Saku Constituency.

Saku constituency is situated in Marsabit County and being a marginalised area with very high illiteracy levels, High poverty level with huge population.

I am pleased to present the unaudited financial statements for Saku NG-CDF for the ended 30th June 2023.

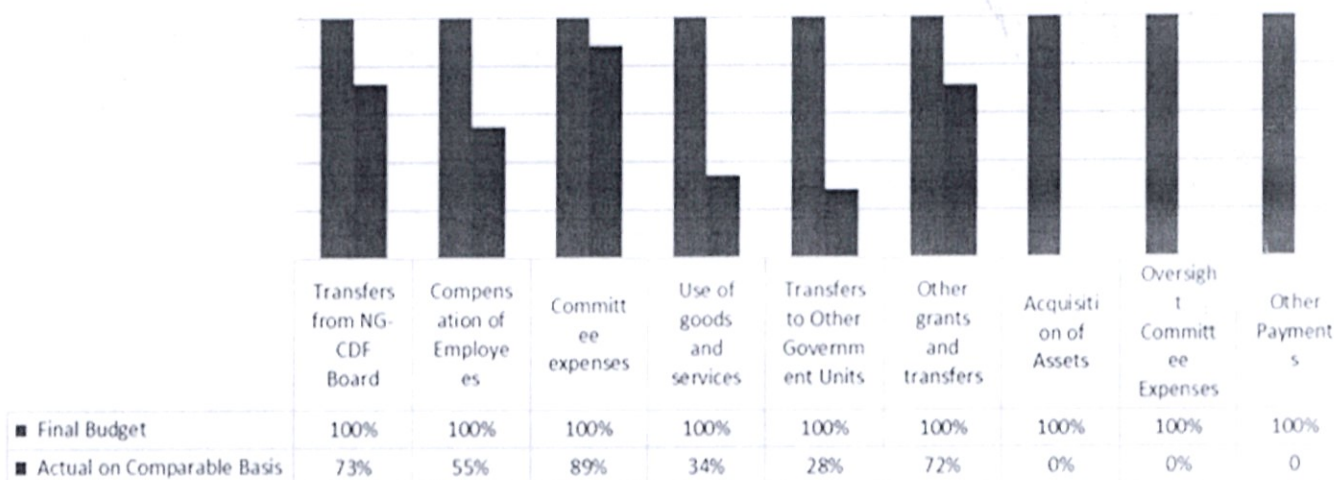
During the year under review, Saku constituency was allocated a total of Kshs 131,342,462 being the normal allocation.

On receipt of the above allocation, Saku NG-CDFC pursuant to the provisions of the National Government CDF Act 2015, as amended in 2022, met and allocated funds to various projects with reference to priorities of the public participation meetings held across the constituency. The funds received were disbursed to earmarked projects. Out of these, the committee focused more on full implementation of bursary and completion of projects in primary, secondary and security sectors. Priority was given to education bursary which was allocated a budget of Ksh. 45,969,862 translating to 35% of the total annual budget.

73% of the total allocation has been received from the NGCDF Board with a utilization of 67% of the same to the respective approved projects.

The budget performance against actual performance is as follows:

Final Budget performance versus Actual performance FY:2022-2023



The huge education budget targeting infrastructural development in schools and bursary has really lead to increased student enrolment in schools and institutions of higher learning hence enhancing literacy levels in the constituency.

Key achievements

We therefore have completed 52% of our allocations in time, and the achieved results as stipulated in the summary table above was noted.

I really thank my NG-CDFC for the great support they have given me during the year in serving the constituents.

The NG-CDFC has initiated major projects in schools and Security sector like construction of a modern state of the art envisaged three storey block to house three Science Laboratories, four classrooms and library at ACK St Peters’ Secondary School among many others projects.

Sample of projects implemented within the Financial Year.

Gadamoji High School Administration block



Impact: The Administration block has improved the working environment for the school management thereby improving the overall motivation among the teaching staff and also increased close monitoring of the student's behaviour and performance.

ACK St Peters' Secondary School: Construction of Science Laboratory and classrooms block



Impact: Upon successful completion, the science laboratory will improve student performance in science subjects. The classrooms are expected to reduce congestion and hence improve the learning environment.

Challenges

One of the major challenges facing the constituency is poor infrastructural facilities in most educational institutions as majority were constructed many years' back

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The biggest challenge is that Saku Constituency has a lot of schools and the fund is inadequate to manage all the needs schools.

Additionally, another challenge is in implementing/completing projects due to persistent inter-ethnic clashes which has left over 60 houses burned and families displaced, many schools closed completely and others vandalised, highly affecting learning.

Lastly, there is a challenge in the education sector because there are many needy students who are in need of support through bursary fund which is inadequate.

Way Forward

To ease the congestion in schools, Saku NGCDFC has initiated programmes to construct 3 new classrooms and also renovated 14 more.

Additionally, Saku NGCDFC has allocated funds for 9 Security projects to improve the security situation in the constituency.

I wish to urge the NGCDF Board and NASC to continually increase the NGCDF funding to enable the constituencies implement more projects and disburse funds more timely.

Yours in service,



.....
Guyo Bonaya
CHAIRMAN- NGCDF COMMITTEE

IV. Statement of Performance Against Predetermined Objectives for Financial Year 2022/2023

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

The key development objectives of NG-CDF Saku Constituency's 2018-2023 plan are to:

- To plan for medium and long-term projects,
- To provide a strategic and clear direction in policy priority, clarity of vision, value and objectives for the fund,
- To enhance teamwork and better understanding of project formulation and project prioritization in a more transparent and efficient manner and,
- To make project supervision, monitoring and evaluation an objective exercise

V. Progress on attainment of Strategic development objectives for Financial Year 2022/2023

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To 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 built in primary, secondary, and tertiary institutions. Number of bursary beneficiaries at all levels.	In Financial Year 2022/2023 - we allocated funds for renovation of fourteen classrooms in primary schools in the constituency, renovation of 8 more classrooms in secondary schools. - we also planned for purchase and delivery 150 desks for primary schools and 150 Lockers and chairs for secondary schools. - Saku NG-CDF has allocated funds for the construction of one primary school administration block and one

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				secondary school administration block.
Security	Increased security infrastructure and promote peaceful co-existence and cohesion among the communities	Improved public access to security personnel and Reduced crime rates	No. of police Posts established, No. of offices furnished or renovated.	During the year, the CDFC allocated funds to 9 Security projects including office furnitures, police posts, construction of 6 Pit Latrines, renovation of offices, renovation of one official residence and construction of 3 chiefs offices and fencing.
Staff	To develop staff capacity with focus on quality performance and service delivery	Increased degree of competency in provision of services to the public, low staff turnover and a motivated staff	Increase number of service related complaints by the Fund's stakeholders, number of staff training programmes, number of staff leaving service	During the year, the Fund carried 3 staff capacity building sessions, -received 3 complaints on service delivery compared to 7 in the previous year and no staff left service.
Environment	Investment in environmental conservation and management best practices	Reduction of Soil erosion and pollution.	Number of trees planted.	During the Financial Year 2022/2023 the constituency planted 5917 trees in various schools in the constituency.

VI. Statement of Governance

The Saku NGCDF is managed by the National Government Constituency Development Fund Committee. The NG-CDF Committee members are appointed in line with the existing NG-CDF regulations 2016 and NG-CDF Act 2015.

Appointment:

The NG-CDF committee members are selected through an appointed NG-CDF committee Selection Panel comprising of the following four persons:

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

After the formation of the selection panel, the officer of the Board seconded to the Constituency, within fourteen days of the first meeting of the selection panel invites applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

The NGCDFC to be selected are required to meet the following criteria and qualifications:

- a) Is a citizen of Kenya;
- b) Is ordinarily a resident and a voter within the Constituency;
- c) Is able to read and write and to communicate in English and Kiswahili;
- d) meets the requirements of Chapter Six of the Constitution; and
- e) Is available to participate in the activities of a Constituency Committee.

Persons who have previously served in a Constituency Committee constituted under the Fund or served in a leadership position in the Community were deemed to have an added advantage.

The NGCDFC Selected are to comprise of the following persons:

- (a) The national government official responsible for co-ordination of national government functions;
- (b) Two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- (c) Two women nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- (d) One persons with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
- (e) Two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;

(f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex official member without a vote.

(g) One member co-opted by the National Government Constituencies Development Fund Board.

Removal from Office:

A member of the Constituency Committee may be removed from office on any one or more of the following grounds—

- (a) lack of integrity;
- (b) gross misconduct;
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) promoting unethical practices;
- (f) causing disharmony within the committee;
- (g) physical or mental infirmity.

Functions of the Committee

The functions of a Constituency Committee is to build the capacity of project management committees and sensitize the Community on the operations of the Fund; consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency; ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act; ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans; in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution; consult with relevant government departments to ensure that cost estimates for projects are realistic; in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects; subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding; rank projects proposals in order of priority while ensuring that on-going projects take precedence; ensure that all projects receive adequate funding and are completed within three years; where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies; ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board; monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board; ensure that

project reports are prepared and submitted to the Board; ensure formation of project management committees, opening of project accounts, project implementation and closure of projects; ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund; submit financial statements to the Board within sixty days of the end of the to enable the Board comply with section 39(4) of the Act; collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act; recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act; submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain list of all the new projects commenced during the and their completion status; and a list of all projects approved, funded and commenced during previous s, and their completion status; enter into performance contracting with the Board on an annual basis; in exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution; receive returns from project management committees in accordance with regulation 15; maintain a database of project management committees and reports from the respective committees; ensure that the reports referred to in paragraph are received before funding is released for each phase of the project being implemented; record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office; receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level; ensure that the committee does not enter into commitments for which funding has not been allocated; ensure projects are labeled in accordance with the guidelines issued by the Board; and perform any other function assigned to it by the Board.

Committee meetings and allowances

Over the financial year 2022-2023, the Saku NGCDFC Held a total of 14 Meetings to deliberate on the management issues and operations of the fund at the Constituency level. The NGCDFC are paid a sitting allowance of Ksh 5000 per meeting for the members and Ksh 7000 per meeting for the NGCDFC Chairpersons. The entity ensures that members declare their interest in management matters to avoid the conflict of interests.

Ethics & conduct

Members of NGCDFC are required to observe the following ethical issues

- i. Confidentiality-the NGCDFC members have a responsibility to ensure confidentiality unless in situations required by law.

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- ii. Honesty and integrity-NGCDFC members have a duty to declare any private interest relating to their public duties and to take steps to resolve any conflict arising in a way that protects the public interest.
- iii. Leadership- NGCDFC members should promote leadership in the constituency.

During the financial year 2022/2023 members of NGCDFC Saku adhered to the above ethical issues.

Members remuneration

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance seven thousand per meeting and all other members an allowance of five thousand per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

Disclose policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2022/2023 no member of NGCDFC Saku contravened conflict of interest policy.

Risk management

Risk management has been integrated in the constituency operations through the following; training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations, the Fund account manager avails himself with all the support and required resources to ensure that the identified risk does not hamper with the delivery of service.

Some of the risk mitigation strategies that NG-CDFC Saku has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund

utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.



.....
Name: Guyo Bonaya

Chairperson– NGCDF Committee



.....
Name: Ibrahim Tawane

Fund Account Manager

VII. Environmental and Sustainability Reporting

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

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels financial year 2022/2023 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance; -

During the year, NGCDF has undertaken tree planting exercise in various schools in the constituency.

3. Employee welfare

We invest in providing the best working environment for our employees. Saku constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal. Employees are encouraged and supported to continually build on their skills and knowledge.

Saku constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

Saku 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.

Saku NG-CDF 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-

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

Public Participation in Project Identification and Implementation and Monitoring.

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

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 identifying 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.

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

VIII. Statement of Management Responsibilities

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each , 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-Saku 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 year ended June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

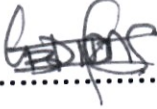
The Accounting Officer in charge of the NGCDF-Saku Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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 ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Saku 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 Saku Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form

that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Saku Constituency financial statements were approved and signed by the Accounting Officer on 8th September 2023.



.....
Name: Guyo Bonaya

Chairman – NGCDF Committee



.....
Name: Ibrahim Tawane

Fund Account Manager

REPUBLIC OF KENYA

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Saku Constituency set out on pages 1 to 60 which comprise the statement of assets and liabilities as at 30 June, 2023 and the statement of

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

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Saku Constituency as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Inaccuracy in Cash and Cash Equivalents

The statement of assets and liabilities and as disclosed in Note 12A to the financial statements reflects Kshs.50,942,187 in respect to cash and cash equivalents. However, respective bank reconciliation statements reflects unrepresented cheques of an amount of Kshs.3,762,800. Included in this amount is Kshs.2,256,290 in respect of eleven (11) cheques which were stale. However, the stale cheques had not been replaced or reversed in the cashbook.

In the circumstances, the accuracy of the cash and cash equivalents balance of Kshs.50,942,187 could not be ascertained.

2. Non-Acknowledgement of Bursary Funds

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects a balance of Kshs.68,621,629 in respect of other grants and transfers. Included in this balance is Kshs.47,276,348 disbursed as bursaries to assist needy students in various learning institutions. However, a total amount of Kshs.8,275,350 disbursed to various schools had not been acknowledged as having been received in form of a letter or receipts. Further, Bursary beneficiaries were also not informed of the outcomes of their applications and disbursements by way of a list being displayed on the notice board at the National Government Constituencies Development Fund offices.

In addition, bursary disbursements of Kshs.9,038,023 was not supported by student lists indicating student admission numbers. Further, an amount of Kshs.168,000 was disbursed to primary schools despite the fact that learners in public primary schools are fully funded through free primary education program.

In the circumstances, accuracy, completeness and regularity of bursary disbursed of Kshs.8,275,350 could not be confirmed.

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

Key Audit Matters

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

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.207,728,708 and Kshs.151,297,367 respectively resulting to an under-funding of Kshs.56,431,341 or 27% of the budget. Similarly, the Fund spent Kshs.100,355,180 against actual receipts of Kshs.151,297,367 resulting to an under-utilization of Kshs.50,942,187.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

Other Matters

Unresolved Prior Year Matters

In the audit report for the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the issues remained unresolved and Management did not explain the failure to resolve the issues.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

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

and Effectiveness in Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Unauthorized Re-allocation of Funds

The statement of receipts and payments reflects other grants and transfers amount of Kshs.68,621,629 which includes emergency expenditure of Kshs.7,110,215. However, documents reviewed revealed that the amount was reallocated to bursary disbursements, an item that was not emergency in nature. This was contrary to Section 8(3) of the National Government Constituencies Development Fund Act, 2015 that defines emergency to mean an urgent, unforeseen need for expenditure for which it is in the opinion of the committee that it cannot be delayed until the next financial year without harming the public interest of the constituents.

Further, no evidence was provided for audit supporting that the re-allocation was approved by the Board. This is contrary to Section 6(2) of the National Government Constituencies Development Fund Act, 2015 which states that once funds are allocated for a particular project, they shall remain allocated for that project and may only be re-allocated for any other purpose during the financial year with the approval of the Board.

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

2. Unsatisfactory Implementation of Projects

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects a balance of Kshs.23,668,730 in respect of transfer to other Government units. Included in this amount is Kshs.18,718,730 disbursed to various institutions for implementation of various projects. However, physical inspection of the projects revealed the following anomalies:

- i. Hekima primary school project on refurbishment of the administration block project at a contract sum of Kshs.1,000,000 had excavation to reduce the level at the rear of the building at a cost of Kshs.40,000, purlins of 75 and 55mm at a cost of Kshs.35,000 and 12mm thick celotex ceiling boards at a cost 36,000 not done as provided in the Bills of Quantities.
- ii. Dirib Gombo chief's office erection and completion of chief's office block project at a contract sum of Kshs.2,500,000 had structures, furniture, latrines not completed. Further there were visible cracks all-round the building an indication of poor workmanship.
- iii. ACK St. Peter's Secondary School construction of two classrooms and a staircase project at a contract sum of Kshs.5,000,000 had Soffits of suspended ceiling at a cost of Kshs.151,200 and Electrical socket outlets and power points costing Kshs.76,500 not fixed as per the Bills of Quantities.

- iv. Saku High School construction of a dormitory project at a contract sum of Kshs.5,000,000 had paving slabs around the building at a cost of Kshs.120,000 not done as contained in the Bills of Quantities. Further, the floor showed cracks an indication of poor workmanship.
- v. St. Peter's Primary School construction of kitchen block and store project at a contract sum of Kshs.1,516,236 had been completed but the kitchen and store were not in use.
- vi. Dibayu High School erection and completion of two classrooms and staircase project at a contract sum of Kshs.2,968,730 had soffits of suspended ceiling at a cost of Kshs.122,850, electrical works costing Kshs.175,800, floor skirting and finishes worth Kshs.54,200 not done as per Bills of Quantities. Further, cracks and leaks on the roof slab were noted an indication of poor workmanship. In addition, the project was not labelled as provided for in the Bills of Quantities.

In the circumstances, value for money on expenditure of Kshs.18,718,730 could not be confirmed.

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

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on the Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Lack of a Risk Management Policy

During the year under review, the Fund did not develop and implement risk management strategies including fraud prevention mechanism, risk management system and internal control that builds robust business operations. In absence of a risk management policy,

the Fund may be exposed to disruptions that may negatively affect the achievement of its goals and objectives.

In the circumstances, the effectiveness of internal controls, risk management and governance could not be confirmed.

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

Responsibilities of the Management and those Charged with Governance.

The 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 governance.

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

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

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

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

Auditor-General's Responsibilities for The Audit

The audit objectives are to obtain reasonable assurance about whether the 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 exist. 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 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 controls 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 controls 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 Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures, as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

18 June, 2024

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

	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	87,000,000	170,088,879
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		87,000,000	170,088,879
Payments			
Compensation Of Employees	4	3,488,354	5,525,723
Committee expenses	5	2,848,000	0
Use Of Goods and Services	6	1,728,467	9,832,100
Transfers To Other Government Units	7	23,668,730	42,153,450
Other Grants and Transfers	8	68,621,629	70,115,959
Acquisition Of Assets	9	-	32,696,416
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
Total Payments		100,355,180	160,323,648
Surplus/(Deficit)		(13,355,180)	9,765,231

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

The Constituency financial statements were approved by the NGCDFC on 8th September 2023 and signed by:



Fund Account Manager

Name: Ibrahim Tawane



National Sub-County
Accountant

Name: Antony Macharia
ICPAK M/No: 15786



Chairman NG-CDF
Committee

Name: Guyo Bonaya

Saku Constituency
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XI. Statement of Assets and Liabilities as at 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	50,942,187	64,297,367
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		50,942,187	64,297,367
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		50,942,187	64,297,367
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		50,942,187	64,297,367
Net Financial Assets		-	-
Represented By			
Fund Balance B/Fwd	15	64,297,367	54,532,136
Prior Year Adjustments	16	-	-
Surplus/Deficit for The Year		(13,355,180)	9,765,231
Net Financial Position		50,942,187	64,297,367

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

The Constituency financial statements were approved by NG CDFC on 8th September 2023 and signed by:



Fund Account Manager

Name: Ibrahim Tawane



**National Sub-County
Accountant**

Name: Antony Macharia
ICPAK M/No:15786



**Chairman/NG-CDF
Committee**

Name: Guyo Bonaya

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XII. Statement Of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	87,000,000	170,088,879
Other Receipts	3	-	-
Total Receipts		87,000,000	170,088,879
Payments			
Compensation Of Employees	4	3,488,354	5,525,723
Committee Expenses	5	2,848,000	0
Use Of Goods and Services	6	1,728,467	9,832,100
Transfers To Other Government Units	7	23,668,730	42,153,450
Other Grants and Transfers	8	68,621,629	70,115,959
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
Total Payments		100,355,180	127,627,232
Total Receipts Less Total Payments		(13,355,180)	42,461,647
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		(13,355,180)	42,461,647
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	(32,696,416)
Net Cash Flows from Investing Activities		-	(32,696,416)
Net Increase In Cash And Cash Equivalent		(13,355,180)	9,765,231
Cash & Cash Equivalent At Start Of The Year	12	64,297,367	54,532,136
Cash & Cash Equivalent At End Of The Year		50,942,187	64,297,367

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Annual Report and Financial Statements for The Year Ended June 30, 2023

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

The Constituency financial statements were approved by NG CDFC on 8th September 2023 and signed by:



Fund Account Manager

Name: Ibrahim Tawane



**National Sub-County
Accountant**

**Name: Antony Macharia
ICPAK M/No: 15786**



**Chairman NG-CDF
Committee**

Name: Guyo Bonaya

*Saku Constituency
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XIII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	<i>2022-2023</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>2022-2023</i>	<i>2022-2023</i>		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	131,342,462	64,297,367	12,088,879	207,728,708	151,297,367	56,431,341	73%
Proceeds From Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	
Totals	131,342,462	64,297,367	12,088,879	207,728,708	151,297,367	56,431,341	73%
Payments							
Compensation Of Employees	4,450,312	1,909,534	480	6,360,326	3,488,354	2,871,972	55%
Committee Expenses	3,120,000	96,088	740	3,216,828	2,848,000	368,828	89%
Use Of Goods and Services	4,250,510	797,966	2,453	5,050,929	1,728,467	3,322,462	34%
Transfers To Other Government Units	38,620,000	43,615,000	1,300,000	83,535,000	23,668,730	59,866,270	28%
Other Grants and Transfers	75,359,750	16,278,853	4,325,207	95,963,810	68,621,629	27,342,181	72%
Acquisition of Assets	2,000,000	1,594,926	6,460,000	10,054,926	-	10,054,926	0%
Oversight Committee Expenses	1,041,890	-	-	1,041,890	-	1,041,890	0%
Other Payments	2,500,000	-	-	2,500,000	-	2,500,000	0%
Funds Pending Approval-AIA	-	5,000	-	5,000	-	5,000	0%
Totals	131,342,462	64,297,367	12,088,879	207,728,708	100,355,180	107,373,528	48%

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.

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Saku NG-CDF did have any AIA.

- (a) The underutilization of tranfers from NG-CDF BOARD was caused by delay in exchequer releases.
- (b) The underutilization of Compensation Of Employees was caused by the transition period.
- (c) The underutilization of committee expenses was caused by delayed disbursement of funds from the Board.
- (d) The underutilization of Goods and Services was caused by delayed disbursement of funds from the Board.
- (e) The underutilization of transfers to other government units was caused by delayed disbursement of funds from the Board.
- (f) The underutilization of other grants and transfers was due to delayed disbursement of funds from the Board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	107,373,528
Less undisbursed funds receivable from the Board as at 30 th June 2023	56,431,341
	50,942,187
Increase/(decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 th June 2023	50,942,187

The Constituency financial statements were approved by NG CDFC on 8th September 2023.and signed by:



Fund Account Manager

Name: Ibrahim Tawane



National Sub-County Accountant

Name: Antony Macharia
ICPAK M/No: 15786



Chairman NG-CDF Committee

Name: Guyo Bonaya

XIV. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,450,312	1,909,534	480	6,360,326	3,488,354	2,871,972
1.2 Committee allowances	1,248,000	4,896	-	1,252,896	984,000	268,896
1.3 Use of goods and services	2,182,236	389,526	1,853	2,573,615	967,467	1,606,148
Sub-total	7,880,548	2,303,956	2,333	10,186,836	5,439,821	4,747,015
2.0 Monitoring and evaluation						
2.1 Capacity building	800,000	11,000	-	811,000	450,000	361,000
2.2 Committee allowances	1,872,000	91,192	740	1,963,932	1,864,000	99,932
2.3 Use of goods and services	1,268,274	397,440	600	1,666,314	311,000	1,355,314
Sub-total	3,940,274	499,632	1,340	4,441,246	2,625,000	1,816,246
3.0 Emergency						
3.1 Primary Schools	-	1,068,434	-	1,068,434	-	1,068,434
3.2 Secondary schools	4,801,188	165,527	-	4,966,715	4,966,715	-
3.3 Tertiary institutions	2,143,500	-	-	2,143,500	2,143,500	-
3.4 Security projects	-	232,163	-	232,163	-	232,163
Sub-total	6,944,688	1,466,124	0	8,410,812	7,110,215	1,300,597
4.0 Bursary and Social Security						
4.1 Primary Schools	-	-	-	-	-	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.2 Secondary Schools	30,969,862	306,486	-	31,276,348	31,276,348	-
4.3 Tertiary Institutions	15,000,000	1,000,000	-	16,000,000	16,000,000	-
4.4 Universities	-	-	-	-	-	-
4.5 Social Security	-	-	-	-	-	-
Sub-total	45,969,862	1,306,486	-	47,276,348	47,276,348	-
5.0 Sports						
5.1 Constituency Tournaments	2,326,849	1,004,000	-	3,330,849	3,323,800	7,049
5.2 Regional Tournaments	300,000	-	-	300,000	300,000	-
Sub-total	2,626,849	1,004,000	-	3,630,849	3,623,800	7,049
6.0 Environment						
6.1 Gadamoji High School	200,000	-	-	200,000	200,000	-
6.2 Karare Mixed Day Secondary School	200,000	-	-	200,000	200,000	-
6.3 Manyatta Jillo Primary School	300,000	-	-	300,000	300,000	-
6.4 Kubi Qallo Primary School	300,000	-	-	300,000	300,000	-
6.5 Lag Dima Primary School	300,000	-	-	300,000	300,000	-
6.6 St.Peters Primary School	300,000	-	-	300,000	300,000	-
6.7 Al-Hidaya Muslim Primary School	226,849	-	-	226,849	226,849	-
6.8 Dokatu Primary School	300,000	-	-	300,000	300,000	-
6.9 Moi Girls High School	200,000	-	-	200,000	200,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
6.10 Songa Primary School	300,000	-	-	300,000	300,000	-
6.11 Loruko Primary School	-	240,000	-	240,000	240,000	-
6.12 Sasura Girls' Secondary School	-	800,000	-	800,000	799,910	90
6.13 Dakabaricha Chief's Office	-	240,000	-	240,000	240,000	-
6.14 Kituruni Primary School	-	350,000	-	350,000	-	350,000
6.15 Goro Rukesa Mixed Secondary School	-	400,000	-	400,000	400,000	-
6.16 Loruko Primary School	-	800,000	-	800,000	-	800,000
6.17 Marsabit Central Police HQ	-	500,000	-	500,000	-	500,000
Sub-total	2,626,849	3,330,000	-	5,956,849	4,306,759	1,650,090
7.0 Primary Schools Projects (List all the Projects)						
7.1 Kiwanja Ndege Primary School	400,000	-	-	400,000	-	400,000
7.2 Saku Primary School	500,000	-	-	500,000	-	500,000
7.3 Milima Tatu Primary School	1,000,000	-	-	1,000,000	-	1,000,000
7.4 Segel Primary School	800,000	-	-	800,000	-	800,000
7.5 Al-Hidaya Muslim Primary School	400,000	-	-	400,000	-	400,000
7.6 Marsabit Primary School	1,000,000	-	-	1,000,000	-	1,000,000
7.7 Songa Primary School	400,000	-	-	400,000	-	400,000
7.8 Lakartinya Primary School	500,000	-	-	500,000	-	500,000

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.9 Hulahula Primary School	1,000,000	-	-	1,000,000	-	1,000,000
7.10 Garqarsa Primary School	1,000,000	-	-	1,000,000	-	1,000,000
7.11 Goro Rukesa Primary School	400,000	-	-	400,000	-	400,000
7.12 Kubi Qallo Primary School	3,000,000	-	-	3,000,000	-	3,000,000
7.13 Kubi Bagasa Primary School	1,300,000	-	-	1,300,000	-	1,300,000
7.14 Boru Haro Primary School	800,000	-	-	800,000	-	800,000
7.15 Gachacha Primary School	620,000	-	-	620,000	-	620,000
7.16 Jaldesa Primary School	800,000	-	-	800,000	-	800,000
7.17 Lag Dima Primary School	2,000,000	-	-	2,000,000	-	2,000,000
7.18 Badasa Primary School	800,000	-	-	800,000	-	800,000
7.19 Dokatu Primary School	1,400,000	-	-	1,400,000	-	1,400,000
7.20 St.Peters ACK Primary School	500,000	-	-	500,000	-	500,000
7.21 Kubi Bagasa Primary School	-	800,000	-	800,000	800,000	-
7.22 Dirib Gombo Primary School	-	1,000,000	-	1,000,000	-	1,000,000
7.23 Goro Rukesa Primary School	-	380,000	-	380,000	-	380,000
7.24 Mwangaza Primary School	-	2,100,000	-	2,100,000	-	2,100,000
7.25 St.Peters Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.26 Gachacha Primary School	-	1,200,000	-	1,200,000	-	1,200,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.27 Hekima Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.28 Al-Hidaya Muslim Primary School Primary School	-	1,000,000	-	1,000,000	-	1,000,000
7.29 Comboni Primary School	-	700,000	-	700,000	700,000	-
7.30 St.John Primary School	-	700,000	-	700,000	700,000	-
7.31 St.Theresa Primary School	-	325,000	-	325,000	-	325,000
7.32 SKM Primary School	-	1,440,000	-	1,440,000	-	1,440,000
7.33 Ilpus Primary School	-	380,000	-	380,000	-	380,000
7.34 Karare Primary School	-	1,000,000	-	1,000,000	-	1,000,000
7.35 Songa Primary School	-	1,540,000	-	1,540,000	-	1,540,000
7.36 Parkishon Primary School	-	1,700,000	-	1,700,000	-	1,700,000
7.37 Kituruni Primary School	-	600,000	-	600,000	-	600,000
7.38 Badasa Primary School	-	750,000	-	750,000	750,000	-
7.39 Saku Primary School	-	-	900,000	900,000	-	900,000
Sub-total	18,620,000	17,615,000	900,000	37,135,000	4,950,000	32,185,000
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Marsabit Boys Secondary School	3,200,000	-	-	3,200,000		3,200,000
8.2 Songa Mixed Day Secondary School	3,000,000	-	-	3,000,000		3,000,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.3 Karare Mixed Day Secondary School	1,000,000	-	-	1,000,000		1,000,000
8.4 Gorurukesa Secondary School	400,000	-	-	400,000		400,000
8.5 St.Peters ACK Secondary School	3,500,000	-	-	3,500,000		3,500,000
8.6 Gadamoji High School	800,000	-	-	800,000		800,000
8.7 Gadamoji High School	4,000,000	-	-	4,000,000		4,000,000
8.8 Sasura Girls Secondary School	2,500,000	-	-	2,500,000		2,500,000
8.9 Badasa Mixed Day Secondary School	1,000,000	-	-	1,000,000		1,000,000
8.10 Dibayu Secondary School	600,000	-	-	600,000		600,000
8.11 St.Peters Mixed Secondary School	-	5,540,000	-	5,540,000	5,290,000	250,000
8.12 Songa Mixed Secondary School	-	4,200,000	-	4,200,000	-	4,200,000
8.13 Saku High School	-	2,180,000	-	2,180,000	2180000	-
8.15 Gadamoji High School	-	4,500,000	-	4,500,000	4,500,000	-
8.14 Goru Rukesa Secondary School	-	1,880,000	-	1,880,000	1,880,000	-
8.15 Dibayu High School	-	5,800,000	-	5,800,000	2,968,730	2,831,270
8.16 Sasura Girls Secondary School	-	1,900,000	-	1,900,000	1,900,000	-
8.17 Dakabaricha Secondary School	-	-	400,000	400,000	-	400,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Sub-total	20,000,000	26,000,000	400,000	46,400,000	18,718,730	27,681,270
9.0 Tertiary institutions Projects (List all the Projects)						
9.1						
Sub-total						
10.0 Security Projects						
10.1 Sagante Chief 's Office	500,000	-	-	500,000	-	500,000
10.2 Dirib Chief's Office	900,000	-	-	900,000	-	900,000
10.3 Mountain Chief 's Office	1,500,000	-	-	1,500,000	-	1,500,000
10.4 Directorate of Criminal Investigation Office Marsabit	1,000,000	-	-	1,000,000	-	1,000,000
10.5 Marsabit County Criminal Investigation Office	1,500,000	-	-	1,500,000	-	1,500,000
10.6 Marsabit Central Deputy County Commissioner Official Residence	300,000	-	-	300,000	-	300,000
10.7 Daaba Police Post	4,000,000	-	-	4,000,000	-	4,000,000
10.8 Critical Infrastructure Protection Unit-Marsabit Sub County	3,800,000	-	-	3,800,000	-	3,800,000
10.9 Marsabit Office of Registrar of Persons	2,000,000	-	-	2,000,000	-	2,000,000
10.10 General Service Unit Office-Marsabit County	1,000,000	-	-	1,000,000	-	1,000,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
10.11 Country Criminal Investigation Office (CCIO)	-	3,000,000	1,800,000	4,800,000	3,000,000	1,800,000
10.12 Hula Hula Chief's Office	-	815,000	-	815,000	-	815,000
10.13 Dakabaricha Chief's Office	-	815,000	-	815,000	804,507	10,493
10.14 Qilta Chief's Office	-	815,000	-	815,000	-	815,000
10.15 Dirib Gombo Chief's Office	-	2,500,000	-	2,500,000	2,500,000	-
10.16 Jaldesa AP Line	-	1,000,000	-	1,000,000	-	1,000,000
10.17 Qilta Chief's Office	-	-	2,500,000	2,500,000	-	2,500,000
10.18 Songa Chief's Office	-	-	25,000	25,000	-	25,000
Sub-total	16,500,000	8,945,000	4,325,000	29,770,000	6,304,507	23,465,493
11.0 Acquisition of assets						
11.1 Saku NG-CDF Office	2,000,000	-	-	2,000,000	-	2,000,000
11.2 Saku NG-CDF Office-Construction		1,594,926	-	1,594,926	-	1,594,926
11.3 Saku NG-CDF Motor Vehicles (Toyota Landcruiser Pick-up)	-	-	6,460,000	6,460,000	-	6,460,000
Sub-total	2,000,000	1,594,926	6,460,000	10,054,926	-	10,054,926
12.0 Oversight Committee Expenses						
12.1 Capacity building	100,000	-	-	100,000	-	100,000
12.2 Committee allowances	300,000	-	-	300,000	-	300,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
12.3 Use of goods and services	641,890	-	-	641,890	-	641,890
Sub-total	1,041,890	-	-	1,041,890	-	1,041,890
13.0 Others						
13.1 Strategic Plan	2,500,000			2,500,000	-	2,500,000
13.2 Innovation Hub	-	-	-	-	-	-
Sub-total	2,500,000	-	-	2,500,000	-	2,500,000
Funds pending approval**	-	5,000	-	5,000	-	5,000
Total	-	5,000	-	5,000	-	5,000
Grand Totals	131,342,462	64,297,367	12,088,879	207,728,708	100,355,180	107,373,528

(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)

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

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 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 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 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 year. These balances are available for use in the subsequent financial year to fund projects approved in the respective prior s consistent with sec 6(2) and sec 7(2) of NGCDF Act, 2015

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30 June 2022 for the period 1st July 2023 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the year.

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

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

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

14. Errors

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by 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.

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XVI. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B 105276		33,000,000
AIE NO. B 105668		44,000,000
AIE NO. B 105923		22,000,000
AIE NO. B 128690		5,000,000
AIE NO. B 163852		12,000,000
AIE NO. B 154197		12,000,000
AIE NO. B 154420		18,000,000
AIE NO. B 154476		12,188,879
AIE NO. B 895024		11,900,000
AIE NO.B 207907	15,000,000	
AIE NO.B 207647	15,000,000	
AIE NO.B 206092	5,000,000	
AIE NO.B 205590	12,000,000	
AIE NO.B 205884	12,000,000	
AIE NO.B 185772	15,000,000	
AIE NO.B 185414	6,000,000	
AIE NO.B 185241	7,000,000	
TOTAL	87,000,000	170,088,879

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts Sale of Tender Documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. Compensation of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,173,930	3,523,770
Personal allowances paid as part of salary	-	-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	262,224	1,975,553
Employer Contributions Compulsory national social security schemes	52,200	26,400
TOTAL	3,488,354	5,525,723

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	2,224,000	0
Other committee expenses	624,000	0
TOTAL	2,848,000	0

The committee expenses item was introduced by the PSASB as a new line item for the 2022/2023 financial year

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Notes To the Financial Statements (Continued)

6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	-	9,450
Electricity		28,000
Water & sewerage charges		7,000
Office rent		450,000
Other committee expenses		37,000
Committee allowance		4,268,000
Communication, supplies and services	9,450	-
Domestic travel and subsistence	980,000	409,000
Printing, advertising and information supplies & services	43,000	45,000
Rentals of produced assets	-	-
Training expenses	450,000	2,489,000
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	141,000	238,587
Fuel , oil & lubricants	35,000	1,129,134
Other operating expenses	-	-
Bank Charges	24,965	104,379
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	45,052	617,550
Routine maintenance- other assets	-	-
TOTAL	1,728,467	9,832,100

Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	4,950,000	10,693,720
Transfers To Secondary Schools (See Attached List)	18,718,730	31,459,730
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	23,668,730	42,153,450

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	31,276,348	30,770,289
Bursary – tertiary institutions (see attached list)	16,000,000	18,509,070
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	6,304,507	12,196,840
Sports projects (see attached list)	3,623,800	1,496,000
Environment projects (see attached list)	4,306,759	500,000
Emergency projects (see attached list)	7,110,215	6,643,760
Roads projects (see attached list)	-	-
Total	68,621,629	70,115,959

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Notes To the Financial Statements (Continued)

9. Acquisition of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	28,810,346
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	606,070
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	3,280,000
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	32,696,416

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
COC Members allowance	-	-
Other COC expenses	-	-
	-	-

11. Other Payments

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

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
Kenya Commercial Bank, Marsabit Branch, Account No.1102647977-Kshs	50,942,187	64,297,367
Kenya Commercial Bank, A/C no. Branch . (deposit account)	-	-
TOTAL	50,942,187	64,297,367
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations	-	-
Total	-	-

13. Outstanding Imprests

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

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Notes to the Financial Statement Continued

14. Retention and Gratuity

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

14 B. Gratuity	<i>2022-2023</i>	<i>2021-2022</i>
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	262,224	-
Gratuity paid during the Year (C)	262,224	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Bank accounts	64,297,367	54,532,136
Cash in hand	-	-
Imprest	-	-
Total	64,297,367	54,532,136
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	-	-

16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others	-	-	-
Total	-	-	-

17. Changes In Accounts Receivable – Outstanding Imprests

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

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	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	-	-
Net changes in accounts payables D-A	-	-

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19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	2,507,403
Total	-	2,507,403

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	2,871,972	1,910,014
Committee expense	368,828	96,828
Use of goods and services	3,322,462	800,419
Amounts due to other Government entities (see attached list)	59,866,270	44,915,000
Amounts due to other grants and other transfers (see attached list)	27,342,181	20,604,060
Acquisition of assets	10,054,926	8,054,926
Oversight Committee Expenses	1,041,890	-
Other Payments	2,500,000	-
Funds pending approval	5,000	5,000
Total	107,373,528	76,386,246

19.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	851,061	1,822,818
Total	851,061	1,822,818

XVII. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

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

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2022-2023	2021-2022	
Compensation of employees	Compensation of Employees(Basic salaries,NHIF, NSSF and Staff Gratuity)	2,871,972	1,910,014	
Committee Expenses	Committee sitting allowances and other committee expenses	368,828	96,828	
Use of goods & services	Use of goods and services	3,322,462	800,419	
Amounts due to other Government entities				
Kiwanja Ndege Primary School	Supply and delivery of 50 metal frame pupils desk@8,000.FY:2022/2023	400,000	-	Awaiting Disbursement of funds from NG-CDF Board
Saku Primary School	Construction to completion of 2 door pit latrines for girls with one chamber taking care of persons with disabilityFY:2022/2023	500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Milima Tatu Primary School	Construction to completion of school fence of 400 meters Length with metallic posts, chain-link and barbed wire FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Segel Primary School	Renovation to completion of 2 classrooms by re-roofing, reflooring, repainting and replacement of doors and windows.FY:2022/2023	800,000	-	Awaiting Disbursement of funds from NG-CDF Board

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Al-Hidaya Muslim Primary School Primary School	Supply and Delivery of 50 Metal frame pupils desks each @ Kshs.8000 FY:2022/2023	400,000	-	Awaiting Disbursement of funds from NG-CDF Board
Marsabit Primary School	Construction to completion of 4 door pit latrines for girls with one chamber taking care of persons with disability FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Songa Primary School	Purchase and Delivery of 50 Metal frame pupils desks each @ Kshs.8000 FY:2022/2023	400,000	-	Awaiting Disbursement of funds from NG-CDF Board
Lakartinya Primary School	Construction to completion of 2 door pit latrines for girls with one chamber taking care of persons with disability . FY:2022/2023	500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Hulahula Primary School	Renovation to completion of 2 classrooms by re-roofing, reflooring, repainting, foundation reinforcement and replacement of doors and windows. FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Garqarsa Primary School	Renovation of 5 roomed administration block by reroofing, floor screeding, repainting, foundation reinforcement, fixing of doors and windows, ceiling and electrical works.FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board

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Goro Rukesa Primary School	Purchase and Delivery of 50 Metal frame pupils desks each @ Kshs.8000. FY:2022/2023	400,000	-	Awaiting Disbursement of funds from NG-CDF Board
Kubi Qallo Primary School	Construction of a 45-student capacity science laboratory for Junior secondary students which comprises the following scope of works Construction of Substructures, Masonry walling, ring beam and roofing. FY:2022/2023	3,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Kubi Bagasa Primary School	Construction to completion of 2 door pit latrines for girls with one chamber taking care of persons with disability @ Kshs.500,000 and renovation to completion of 2 classrooms by re-roofing, re-flooring, repainting and replacement of doors and windows @ Kshs.800,000 FY:2022/2023	1,300,000	-	Awaiting Disbursement of funds from NG-CDF Board
Boru Haro Primary School	Renovation to completion of 2 classrooms by re-roofing, re-flooring, repainting and replacement of doors and windows. FY:2022/2023	800,000	-	Awaiting Disbursement of funds from NG-CDF Board
Gachacha Primary School	Completion of school fence measuring 300 meters of the bigger 600 meters with metallic posts, chain-link and barbed wire @ Kshs. 500,000 and Purchase and delivery of one 10,000 litres with its base and gutters @ Kshs.120,000. FY:2022/2023	620,000	-	Awaiting Disbursement of funds from NG-CDF Board

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Jaldesa Primary School	Renovation to completion of 2 classrooms by re-roofing, re-flooring, repainting and replacement of doors and windows. FY:2022/2023	800,000	-	Awaiting Disbursement of funds from NG-CDF Board
Lag Dima Primary School	Renovation to completion of 3 classrooms by re-roofing, re-flooring, repainting and replacement of doors and windows.@ Kshs.1,200,000 and Purchase and Delivery of 100 Metal frame pupils desks at Kshs.800,000 FY:2022/2023	2,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Badasa Primary School	Renovation to completion of 2 classrooms by re-roofing, re-flooring, repainting and replacement of doors and windows. FY:2022/2023	800,000	-	Awaiting Disbursement of funds from NG-CDF Board
Dokatu Primary School	Construction to completion of one classroom . FY:2022/2023	1,400,000	-	Awaiting Disbursement of funds from NG-CDF Board
St.Peters ACK Primary School	Completion of a kitchen by Installation of 3 cupboard/ shelves and one energy saving Jiko FY:2022/2023	500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Ilpus Primary School	Purchase of 10 double-drawer teachers' tables@Kshs.200,000 and 15 teachers chairs @Kshs.120,000,two cup-boards @Kshs.60,000. FY:2021/2022	380,000	380,000	

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Kituruni Primary School	Renovation of 2 staff houses ;plastering, painting, re-roofing, replacement of doors and windows FY:2021/2022	600,000	600,000	
Parkshon Primary School	Construction of 3-roomed kitchen cum dining hall block to completion @ Kshs.1,300,000;wiring and electricity connection from main grid to staff house 200 meters @Kshs.400,000. FY:2021/2022	1,700,000	1,700,000	
Songa primary school	Construction of one classroom to completion@Kshs.1,400,000 and purchase of 20 metal -frame pupil's desks @Kshs.140,000 FY:2021/2022	1,540,000	1,540,000	
Karare Primary School	construction of2 no.2-door pit latrine blocks with one door for persons with disability to completion. FY:2021/2022	1,000,000	1,000,000	
SKM Primary School	construction of one classroom to completion @Kshs.1,300,000 and purchase of 20 metal-frame pupils desks @Kshs.140,000. FY:2021/2022	1,440,000	1,440,000	
St.Theresa Primary School	Renovation of girls dormitory for 64 pupils ; plastering, painting, re-roofing, replacement of doors and windows to completion FY:2021/2022	325,000	325,000	

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St.John Primary School	Renovation of 2 classrooms; plastering, painting, re-roofing, replacement of doors and windows to completion FY:2021/2022	-	700,000	
Comboni Primary School	Construction of school fence and gate 300 meters with metallic posts, barbed wire and chain link to completion FY:2021-2022	-	700,000	
Al-hidaya Primary School	construction of two-door pit latrine blocks with one door for persons with disability to completion. FY:2021/2022	1,000,000	1,000,000	
Hekima Primary School	Renovation of 4-roomed administration block ;plastering ,painting, re-roofing ,re-flooring ,replacement of doors and windows to completion FY: 2021/2022	-	1,000,000	
Gachacha primary school	construction of school fence and gate 600 meters with metallic posts, barbed wire, chain link to completion. FY: 2021/2022	1,200,000	1,200,000	
St.Peters Primary School	construction of 3-roomed kitchen block to completion. FY 2021/2022	-	1,000,000	
Mwangaza Primary School	construction of one 2-door teachers quarters block to completion (Kshs.1,600,0000) FY:2021/2022	2,100,000	2,100,000	

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Goro Rukesa primary school	Electrification of 5 rooms (4 classrooms and office) FY:2021/2022	380,000	380,000	
Dirib Gombo Primary School	Electricity connection from the main grid to staff quarters 200 meters @Kshs 300,000 and construction of school. FY:2021/2022	1,000,000	1,000,000	
Kubi Bagasa Primary School	Renovation of 2 classrooms ;plastering, painting, re-roofing, replacement of doors and windows to completion FY:2021/2022	-	800,000	
Badasa Primary School	Renovation of 2 classrooms; cracked walls, replacement of roof, veranda and fixing of doors and windows FY:2020/2021	-	750,000	
Saku Primary School	Renovation of 3 classrooms; cracked walls, replacement of roof, fixing of doors and windows. FY:2020/2021	900,000	900,000	Awaiting Disbursement of funds from NG-CDF Board
Secondary School Projects				
Marsabit Boys Secondary School	Renovation to completion of 8 classrooms: re-roofing, re-flooring, repainting and replacement of doors and windows. FY:2022/2023	3,200,000	-	Awaiting Disbursement of funds from NG-CDF Board
Songa Mixed Day Secondary School	Construction to lintel of a 45 student capacity science laboratory which comprises the following scope of works Construction of Substructures, Masonry walling, ring beam and roofing. FY:2022/2023	3,000,000	-	Awaiting Disbursement of funds from NG-CDF Board

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Karare Mixed Day Secondary School	Construction to completion of 4 door pit latrines for girls with one chamber taking care of persons with disability. FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Gorurukesha Secondary School	Purchase and Delivery of 50 metallic/wooden Lockers And 50 Chairs pupils desks @ Kshs.8000. FY:2022/2023	400,000	-	Awaiting Disbursement of funds from NG-CDF Board
St. Peters ACK Secondary School	Extension of a section of one storey building 1st floor to lintel level to be used as a science laboratory for 45 student capacity which comprises the following scope of works: Construction of Suspended slab, columns, Beams, Masonry walling and wall Plastering. FY:2022/2023	3,500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Gadamoji High School	Purchase and delivery of 100 metallic/wooden lockers and 100 chairs @ Kshs.8,000. FY:2022/2023	800,000	-	Awaiting Disbursement of funds from NG-CDF Board
Gadamoji High School	Additional funds of construction of 3 storey building Administration block comprising of Principal office, secretary, Deputy, 3 Head of Departments, and staffroom By casting of 1st floor slab, fixing of windows and doors and ground floor walling and plastering. FY:2022/2023	4,000,000	-	Awaiting Disbursement of funds from NG-CDF Board

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Sasura Girls Secondary School	Construction to lintel of a 45 student capacity science laboratory which comprises the following scope of works: foundation and Masonry walling. FY:2022/2023	2,500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Badasa Mixed Day Secondary School	Construction to completion of 4 door pit latrines for girls with one chamber taking care of persons with disability. FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Dibayu High School	Construction to completion of school fence of 150 meters with metallic posts, chain-link and barbed wire. FY:2022/2023	600,000	-	Awaiting Disbursement of funds from NG-CDF Board
St.Peters Mixed Secondary School	Electricity connection from main grid to classroom block(200m- @Kshs.220,000),completion of school fence (started in FY 2019/20 of 1,000 metres-barbed wire, iron posts, chain - link, gate, watchman cabin)Kshs.2,700,000) FY:2021/2022	250,000	5,540,000	Awaiting Disbursement of funds from NG-CDF Board
Songa Mixed Secondary School	Purchase of 50 students' lockers and chairs @Kshs.400,000,Purchase of two 10,000 litres plastic water @ Kshs.240,000,Construction of two tank bases @Kshs.80,000,installation of fascia board and gutters @Kshs.80,000. FY:2021/2022	4,200,000	4,200,000	Awaiting Disbursement of funds from NG-CDF Board

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Saku High School	Completion of construction of dormitory (started in FY 2020/21) with the capacity of 80 students-installation of doors, windows, plastering and painting @Kshs 1,000,000; purchase of 40 double decker beds @Kshs.480,000;construction of one . FY:2021/2022	-	2,180,000	Awaiting Disbursement of funds from NG-CDF Board
Goro Rukesa Secondary School	Completion of construction of dormitory (started in FY 2020/21) with the capacity of 80 students-installation of doors, windows, plastering and painting @Kshs 1,000,000;purchase of 40 double decker beds @Kshs.480,000;construction of one . FY:2021/2022	-	1,880,000	Awaiting Disbursement of funds from NG-CDF Board
Dibayu High School	construction of two classrooms(ground floor of a 3-storey block)@Kshs.5,000,000 and purchase of 100 students' lockers and chairs @Kshs 800,000 to completion. FY:2021/2022	2,831,270	5,800,000	Awaiting Disbursement of funds from NG-CDF Board
Gadamoji High School	Construction of administration block(principal office,secretary,deputy,3 head of departments, and staffroom-slab, walling, roofing(ground floor of a 3-storey building.FY:2021/2022	-	4,500,000	Awaiting Disbursement of funds from NG-CDF Board

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Sasura Secondary School	Purchase of 50 lockers and chairs @Kshs.400,000 to completion.FY:2021/2022	-	1,900,000	Awaiting Disbursement of funds from NG-CDF Board
Dakabaricha Secondary School	Purchase of 50 students' lockers and chairs FY:2020/2021	400,000	400,000	Awaiting Disbursement of funds from NG-CDF Board
Sub-Total		59,866,270	44,915,000	
Amounts due to other grants and other transfers				
Emergency Reserve	To cater for any unforeseen occurrences in the constituency	2,219,549	1,693,574	
Sports	Carry out constituency sports tournaments	7,049	1,004,000	
Education Bursary				
Bursary Secondary Schools	Payment of bursary to needy students in secondary schools	-	306,486	
Bursary Tertiary Institutions	Payment of bursary to needy students in tertiary institutions	-	1,000,000	
Environmental Projects				
Marsabit Central Police Headquarters	construction of one-2-door pit latrine block with one door for persons with disability to completion.FY:2021/2022	500,000	500,000	

Goro Ruseka Mixed Secondary School	Purchase of two 10,000 litres plastic water tank @ Kshs.240,000,construction of tank base @ Kshs 80,000 FY:2021/2022	-	400,000	
Loruko Primary School	Construction of one-3-door pit latrine block with one door for persons with disability and urinal to completion.FY:2021/2022	800,000	800,000	
Kiturumi Primary School	Electrification of 4 classrooms to completion. FY:2020/2021	350,000	350,000	
Dakabaricha Chief's Office	Purchase of one 10,000 litres plastic water tank @ Kshs.120,000,construction of tank base@Kshs.60,000,installation of fascia boards and gutters Kshs.60,000 FY:2020/2021	-	240,000	
Sasura Girls' Secondary School	Purchase of two 10,000 litres plastic water tank @ Kshs.240,000,construction of tank base@Kshs.80,000,installation of fascia boards and gutters Kshs 80,000 and construction of 1no 2-door pit latrine to completion @ FY:2020/2021	90	800,000	
Loruko Primary School	Purchase of one 10,000 litres plastic water tank @ Kshs.120,000,construction of tank base@Kshs.60,000,installation of fascia boards and gutters Kshs.60,000 FY:2020/2021	-	240,000	

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Security Projects				
Sagante Chief Office	Construction to completion of fence of 140 meters with metallic posts, chain-link and barbed wire.FY:2022/2023	500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Dirib Chief's Office	Construction to completion of 2 door pit latrines with one chamber taking care of persons with disabilities@ 500,000 and Purchase and supply of office furniture@400,000 1. One Boardroom table Kshs. 80,000.FY:2022/2023 2. Twenty plastic chairs Kshs. 120,000 3. Ten office chairs Kshs. 100,000 4. Ten executive office chairs Kshs. 100,000	900,000	-	Awaiting Disbursement of funds from NG-CDF Board
Mountain Chief office	Construction to completion of chiefs office with two office rooms and a Boardroom.FY:2022/2023	1,500,000	-	Awaiting Disbursement of funds from NG-CDF Board

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<p>Directorate Marsabit of Criminal Investigation Office</p>	<p>Purchase and supply of office furniture @ Kshs.1,000,000:</p> <ol style="list-style-type: none"> 1. 6 office 1.2 meters office desks Kshs.126,000 2. 12 office chairs Kshs.72,000 3. Two L-Shaped office Desks Kshs.80,000 4. Two executive desks Kshs. 200,000 with two executive chairs Kshs.80,000 5. Four visitor's chairs Kshs. 24,000 6. One reception desk with three chairs Kshs.85,000 7. Four 4 drawers metallic filling cabinet Kshs.80,000 8. Two meter conference table Kshs. 100,000 with 6 chairs Kshs. 48,000 9. Seven visitors link metallic chair Kshs.105,000..FY:2022/2023 	<p>1,000,000</p>	<p>-</p>	<p>Awaiting Disbursement of funds from NG-CDF Board</p>
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Marsabit County Criminal Investigation Officer	Renovation of CCIOs official residence comprising of five rooms (bedroom, kitchen, store, seating room, inbuilt toilet) by flooring with tiles, ceiling bradering, ceiling boards, kitchen partition, fixing of doors & windows, water tank 5000 litres, overhead 350ltrs water tank, underground water pipes, soak pit and manholes, plumbing works, water pump, Gate, Electrical works and construction of Main Entrance Veranda.FY:2022/2023	1,500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Marsabit central Deputy County Commissioner Official Residence	Construction to completion of perimeter fence of 120 meters with metallic posts, chain-link and barbed wire.FY:2022/2023	300,000	-	Awaiting Disbursement of funds from NG-CDF Board
Daaba Police Post	Construction to completion of Daaba Police Post office consisting of officer in charge, armory and reception @ Kshs.2,500,000 and two roomed staff house @ Kshs.1,500,000.FY:2022/2023	4,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Critical Infrastructure Protection Unit -Marsabit Sub County	Construction to completion an office comprising of two offices and an armory Kshs.3,000,000 and construction to completion of sentry box Kshs.800,000.FY:2022/2023	3,800,000	-	Awaiting Disbursement of funds from NG-CDF Board
Marsabit office of Registrar of persons	Construction to completion of an office comprising of 3 rooms.FY:2022/2023	2,000,000	-	Awaiting Disbursement of funds from NG-CDF Board

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General Service Unit Office-Marsabit sub-County	Construction to completion of 4 door pit latrines with one chamber taking care of persons with disability.FY:2022/2023	1,000,000	-	Awaiting Disbursement of funds from NG-CDF Board
Dirib Gombo Chief's Office	Dirib Gombo Chief's Office.FY:2021/2022	-	2,500,000	
Qilta Chief's Office	Construction of one block with double door pit latrine with one door for persons with disability to completion @Kshs.500,000; purchase of office furniture-3 office and boardroom tables(Kshs.100,000),3no.executive chairs (Kshs 90,000) & ; FY:2021/2022	815,000	815,000	
Hula Hula Chief's Office	Construction of one block with double door pit latrine with one door for persons with disability to completion@Kshs.500,000;Purchase of office furniture-3-office and boardroom tables (Kshs 100,000),3 executive chairs (Kshs.90,000)FY:2021/2023	815,000	815,000	
Dakabaricha Chief's Office	Construction of one block with double door pit latrine with one door for persons with disability to completion@Kshs.500,000;Purchase of office furniture-3-office and boardroom tables (Kshs 100,000),3 executive chairs (Kshs.90,000)FY:2021/2022	10,493	815,000	

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County Criminal Investigation Office (CCIO)	Completion of construction of 5-roomed office block to completion(started in FY 2020/21- walling,doors,windows,roofing,tiles and electrification.FY:2021/2022	-	3,000,000	
County Criminal Investigation Office(CCIO)	construction of 5 roomed office block to completion FY:2020/2021	1,800,000	1,800,000	Awaiting Disbursement of funds from NG-CDF Board
Qilta Chief's Office	Construction of a chief's office block;2 rooms and 30 people conference room to completion FY:2020/2021	2,500,000	2,500,000	Awaiting Disbursement of funds from NG-CDF Board
Songa Chief's Office	Purchase of office furniture-5 office tables(Ksh.100,000),3no executive chairs(Kshs.75,000)& 25 no. office/boardroom chairs (Kshs.125,000).FY:2020/2021	25,000	25,000	Awaiting Disbursement of funds from NG-CDF Board
Jaldesa AP Line	Construction of 2 roomed units-AP line to completion FY:2018/2019	1,000,000	1,000,000	
Sub-Total		27,342,181	20,604,060	
Acquisition of assets				
Saku NG-CDF Office	Construction of a store, installation of cabros 70 meters, installation of electric fence and installation of automatic water pump FY:2022/2023	2,000,000	-	Awaiting Disbursement of funds from NG-CDF Board

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Saku NG-CDF Office-Construction	NG-CDF Office-and 50 meter road@Kshs.3,000,000;PWD ramp to 1st floor @Kshs.50,000;Purchase of office furniture ,equipment and fittings for the new 12 roomed NG-CDFC and Constituency offices @Kshs.4,306,000.FY:2021/2022	1,594,926	1,594,926	Awaiting Disbursement of funds from NG-CDF Board
Saku NG-CDF Motor Vehicles (Toyota Land cruiser Pick-up)	Purchase of Toyota Land Cruiser pick-up (Kshs.6,460,000 FY: 2021/2022)	6,460,000	6,460,000	Awaiting Disbursement of funds from NG-CDF Board
Sub-Total		10,054,926	8,054,926	
Oversight Committee Expenses				
Committee Expenses	Payment of Allowance for 5 Members	300,000	-	
Daily Subsistence Allowance	Payment of Daily Subsistence Allowance for 5 Members	275,000	-	
Hire of Training Facilities and Equipment	Hire of Training Facilities and Equipment	100,000	-	
Refined Fuels and Lubricants for Transport	Payment of Refined Fuels and Lubricants for Transport	126,890	-	
Travel Costs	Payment of Travel Costs: Airlines, Bus, Railway, Mileage Allowances for 5 Members	240,000	-	
Sub-Total		1,041,890	-	

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Others (speciFY)				
Saku NG-CDF Strategic Plan	To facilitate in preparation, facts collection, designing, type setting and printing of Saku Constituency strategic plan for the period between 2023-2027.FY: 2022/2023	2,500,000	-	Awaiting Disbursement of funds from NG-CDF Board
Sub-Total		2,500,000	-	
Funds pending approval -AIA		5,000	5,000	
Grand Total		107,373,528	76,386,246	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	43,510,346	-	-	43,510,346
Buildings and structures	10,388,580	-	-	10,388,580
Transport equipment	3,383,750	-	-	3,383,750
Office equipment, furniture and fittings	259,750	-	-	259,750
ICT Equipment, Software and Other ICT Assets	1,300	-	-	1,300
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	57,543,726	-	-	57,543,726

Saku Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023****Annex 5 –PMC Bank Balances As At 30th June 2023**

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Previous FY
ACK St.Peters Mixed Secondary School	KCB	128251394	304,598	304,598
Sasura Girls Secondary School	Equity	1150536772	127,290	405
Dakabaricha Secondary School	KCB	1240119739	14,599	879,510
Loruko Primary School	KCB	1257846566	25,844	710
Leyai CDF Project	KCB	1274957559	150,678	150,804
Dakabaricha Chief's Office	KCB	1287971997	49,608	246,070
Kubi Qallo Primary School	KCB	1290892393	223	139,849
Kiwanja Ndege Primary School	KCB	1291283651	55	55
Hekima Primary School	KCB	1297600703	45,932	349
St.John Primary School	KCB	1297775856	31,916	150
Saku High School	Equity	1010281191870	840	840
Gadamoji High School	Equity	1010281255279	24,844	24,844
CIPU-NGCDF PMC	Equity	1010281367941	22,232	22,232
Goro Rukesa Secondary School	Equity	1010281410975	50,915	50,915
Kubi Bagasa Primary School	Equity	1010282507580	487	487
Mwangaza Primary School	Equity	1010282696829	1,000	1,000
Total			851,061	1,822,818

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:	Timeframe:
OAG/UERO/SAKU NGCDF/2021-2022/09	<p>Transfers to Other Government Units</p> <p>The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects Kshs. 42,153,450 in respect to transfer to other government entities which includes Kshs. 18,240,000 disbursed to various institutions for implementation of various projects. However, physical verification of the projects carried out revealed the following anomalies:</p>	<p>The project files were with the PMCs and the manager was new to the station hence there was lapse in the coordination with the PMCs. However all the projects were available for inspection and the files have been received at the NG-CDF SAKU Office.</p>	Not Resolved	15 th December 2023
OAG/UERO/SAKU NGCDF/2021-2022/09	<p>use of goods and services</p> <p>Note 5 to the financial statements reflects a balance of Kshs. 9,832,100 in respect to use of goods and services. Included in this balance is a</p>	<p>Management has taken note of the errors and have since been corrected.</p>	Not Resolved	15 th December 2023

	<p>payment of Kshs. 1,129,134 made vide cheque No.13876 for supply of fuel for Fund's motor vehicles. However, the following anomalies were observed: -</p> <ul style="list-style-type: none">i. No procurement file detailing the procurement process (opening, evaluation and award of the contract) was provided for audit;ii. The total volume of fuel requisitioned through the detail orders attached to the payment voucher totaled 1,385 litres while the volume of fuel paid for was 9,684 litres leading to an unexplained variance of 8,299 litres;iii. The supporting work tickets provided for audit review reflects only 4,255 litres of fuel were drawn against the 9,684 litres paid for resulting to an unexplained variance of 5,429 litres;			
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	<p>iv. Invoices supporting the payments were dated between 9 October 2020 to 19 June 2021 but the payment was made on 8 March 2022. However, review of the prior year financial statements reflected nil pending bills; and</p> <p>v. Vehicles other than those belonging to the NGCDF (GKB 531R and GKA 992X) drew fuel amounting to 4,384 litres.</p> <p>In the circumstances, the accuracy and completeness of the Kshs. 1,129,134 expenditures could not be confirmed.</p>			
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<p>OAG/UERO/SAKU NGCDF/2021-2022/09</p>	<p>3.0 Lack of a Fixed Assets Register Annex 4 to the financial statements reflects Kshs.57,543,726 in respect to the summary of fixed assets as at 30 June, 2022. However, no fixed assets register was provided for audit review. In the circumstances, the accuracy, valuation and completeness of the fixed assets balance of Kshs.57,543,726 could not be confirmed.</p>	<p>There was an existing fixed register which has not been availed for audit. It is now in place.</p>	<p>Not Resolved</p>	<p>15th December 2023</p>
<p>OAG/UERO/SAKU NGCDF/2021-2022/09</p>	<p>Note 5 to the financial statements reflects Kshs. 9,832,100 in respect to use of goods and services which includes Kshs. 617,550 in respect to routine repairs and maintenance of vehicles. However, audit review of the expenditure revealed the following anomalies: - i. The pre-mechanical and post mechanical inspection reports pertaining to the repairs were not provided for audit review; ii. Documentary evidence on how the firm was identified</p>	<p>The anomaly was noted and efforts have been put in place to get the required reports.</p>	<p>Not Resolved</p>	<p>15th December 2023</p>

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	<p>and procured to offer the service was not provided;</p> <p>iii. The expenditure was not supported with Local Service Orders (LSOs);</p> <p>iv. No work tickets detailing the defects were provided for audit review; and</p> <p>v. Some delivery notes and invoices supporting the payments are dated between 15 October 2020 to 15 May 2021 but the payment was made on 12 April 2022. However, review of the prior year financial statements revealed there was no such disclosure on pending accounts payables. In the circumstances, the accuracy and completeness of the Kshs. 617,550 expenditures could not be confirmed.</p>			
<p>OAG/UERO/SAKU NGCDF/2021-2022/09</p>	<p>Unexplained variance</p> <p>The statement of financial performance and Note 7 to the financial statements (Other Grants and Transfers) reflects a balance of Kshs. 18,509,070 in respect of bursary to tertiary institutions. However, the ledgers and other supporting schedules reflect Kshs. 19,446,070 resulting to unexplained variance of Kshs. 937,000.</p>	<p>We couldn't ascertain the said variance in our financial statements.</p>	<p>Not Resolved</p>	

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	<p>In the circumstance, accuracy of the transfers of Kshs.18,509,070 could not be confirmed</p>			
<p>OAG/UERO/SAKU NGCDF/2021-2022/09</p>	<p>Un-Acknowledged Bursary Disbursements Note 7 to the financial statements reflects a balance of Kshs. 30,770,289 for bursary to secondary schools and Kshs.18,509,070 for bursary to tertiary institutions, respectively. Included in these balances were disbursements to needy students amounting to Kshs.43,752,464. However, no acknowledgement letters by the beneficiary institutions were provided for audit review. In the circumstances, it has not been possible to confirm whether the intended beneficiaries received the disbursements.</p>	<p>Mechanisms have been put in place to improve on bursary acknowledgment and the constituency has engaged the postal corporation to assist us in the delivery of cheques to the institutions and acknowledgements back to the office.</p>	<p>Not Resolved</p>	



Name *Ibrahim Tawane*
Fund Account Manager.