



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

NATIONAL ASSEMBLY
DATE: 04 JUL 2023
DAY: TUE
TABLED BY: HON. OWEN BATA, CBS, MP
Deputy Leader of Majority
CLERK-AT-THE-TABLE: WZOFU MUKALE

REPORT

OF

THE AUDITOR-GENERAL

ON

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

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



TIATY CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

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

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I. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	David Okoma
2.	Sub-County Accountant	Samuel Sigei
3.	Chairman NGCDFC	Augustine Loribo
4.	Member NGCDFC	Marcela Kemoi

(d) Fiduciary Oversight Arrangements

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

(e) Tiaty Constituency NGCDF Headquarters

P.O. Box 12 - 30404
Nginyang,
Chemolingot,
Baringo - KENYA

(f) Tiaty Constituency NGCDF Contacts

Telephone: (254) 722273033
E-mail: cdftiaty@ngcdf.go.ke
Website: www.ngcdf.go.ke

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(g) Tiary Constituency NGCDF Bankers

Kenya Commercial Bank

Marigat Branch

1103776274

Marigat – Kenya

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

II. NG-CDFC Chairman's Report



Augustine Loribo Mwetich
Chairman – NGCDF Tiaty

I am pleased to present the financial statements for Tiaty Constituency for the financial year ended 30th June 2022. Tiaty Constituency is one of the six Constituencies in the larger Baringo County. Tiaty is generally vast characterized by a rough mountainous terrain, harsh semi-arid climatic conditions, remoteness and poor road infrastructure. The people of Tiaty are predominantly pastoralists in which their livelihoods depend on livestock.

BUDGET PERFORMANCE

The Constituencies Development Fund Act 2015 requires that at least 2.5% of the National Government share of Ordinary Revenue be allocated to the Board as a statutory obligation. During FY 2021/2022 Tiaty NGCDF was allocated a total of Kshs. 137,088,879. The Constituency Fund received Ksh. 127,088,879 by end of the financial year out of a budget of Ksh 137,088,879. The Fund disbursed all the funds received from the Board during the year except for Kshs. 14,828,779 which are still in our KCB account as at 30th June, 2022.

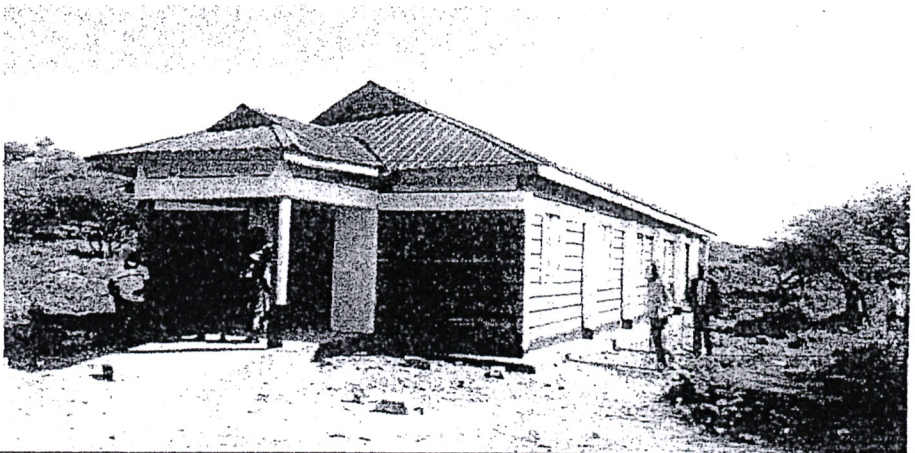
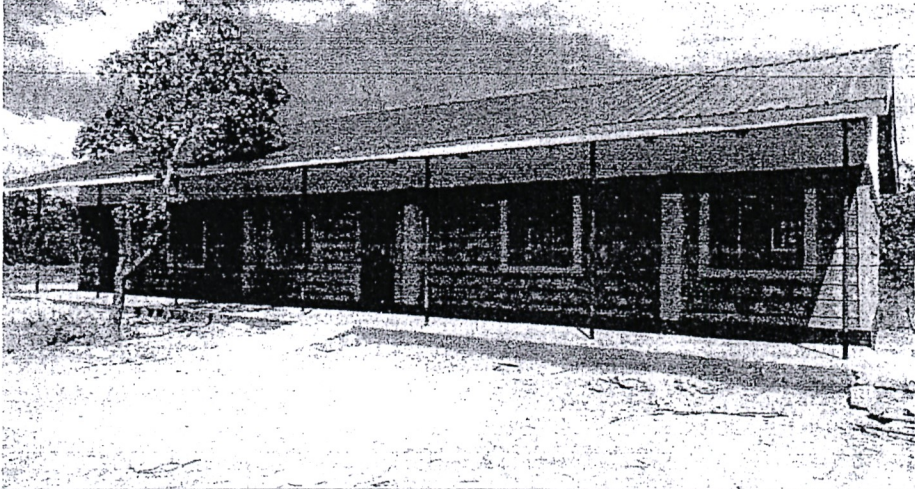

The Fund has strived to achieve its core mandates by ensuring timely and efficient disbursement of funds to all the project management committees.

KEY ACHIEVEMENTS DURING 2021/2022 FY

Tiaty CDFC has intensified monitoring and Evaluation of projects for prudent management of the Fund. Intense monitoring and evaluation has in effect reduced the time taken to complete our projects. For instance, Loruk Chief Office Project whose completion time and quality improved greatly with our regular monitoring and evaluation.

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Below are the key achievements during the year:

Project Description	Project Pictorial
Construction of Dormitory at Korossi Secondary School	
Construction of Classrooms at Toplen Primary School	
Construction works at KMTC, Chemolingot Campus	

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KEY IMPLEMENTATION CHALLENGES.

Due to the rough mountainous terrain, harsh semi-arid climatic conditions, remoteness and poor road infrastructure our efforts to undertake and intensify regular monitoring and evaluation is greatly hampered. Instead every NGCDFC member representing wards across the constituency is encouraged to keep close contact with the ongoing projects and accordingly shares his or her findings during NGCDFC meetings for action by the committee.

Thank you.



.....
Augustine Loribo

CHAIRMAN NGCDF COMMITTEE

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

Introduction

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

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

- a) Strengthen security, tranquillity and promote cohesive coexistence amongst the communities to create an enabling environment for development.
- b) Promote access to quality and affordable education.
- c) Promote quality and affordable health care.
- d) Improve productivity to attain food security and human dignity.
- e) Deliver a world class infrastructure development for economic growth.
- f) Promote access to safe and affordable water for commercial domestic and livestock consumption
- g) Promote protection conservation and efficient exploitation of environment and natural resources.

Mainstream youth and gender issues in development

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To promote access to quality and affordable education	Increased literacy levels, enrolment in primary schools and improved transition rates to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - Number of usable physical infrastructure build in primary, secondary, and tertiary institutions - Number of bursary beneficiaries at all levels - Number of 	<ul style="list-style-type: none"> - We increased number of classrooms and dormitories, from 40 to 67 in the following schools – Chemolingot Day Secondary, Maron Secondary, Korossi Secondary, Nginyang Girls Secondary,

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			- Number of students joining and transitioning through learning institutions.	Secondary, Katikit Primary, Marsabit Primary and Kitalem Primary. - Increased number of Bursary beneficiaries at all levels. - Increased number of students joining and being retained in schools and the increased transition rates.
Security	Strengthen security, tranquillity and promote cohesive coexistence amongst the communities to create an enabling environment for development	Decreasing cases of insecurity and increased peaceful coexistence.	- Number of security administration Offices - Programs promoting social interactions and peaceful coexistence.	We increased number of Chiefs Offices by constructing Kapedo East Chiefs Office, Barpello Chiefs Office, Ribkwo Chiefs Office and Akoret, Assistant County Commissioner Office.
Environment	Promote protection conservation and efficient exploitation of environment and natural resources	Decreased soil erosion on river banks and roadsides.	Number of gabions constructed.	We improved rates of soil degradation by reducing rampant erosion.
Sports	Mainstream youth and gender issues in development	Increased interaction of youths and women in development programs	- Number of Youths and women participating. - Number of programs associated with youth and women.	We improved involvement and participation of youth and women our development programs.
Disaster Management	Improve productivity to	Increased learning and	- Number of literate people.	We improved literacy levels

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	attain food security and human dignity	knowledge acquisition	- Number of a variety of food items produced	leading to increased individual initiatives for food production and avoidance of disasters.
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IV. Environmental and Sustainability Reporting

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

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

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

2. Environmental performance

- Once a Year during the rainy season, NG-CDF supports students carry out environmental conservation activities e.g. planting trees once in an academic calendar
- NGCDFC organises public baraza where the youth and the community in general are sensitized on the impact of drugs.
- NG-CDF sponsored sporting activities / tournament bringing communities and sensitizing them on environmental conservation matters.
- NG-CDF staff Have at least one day in the Financial year to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Tiaty 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-

Tiaty 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.

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Tiaty 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 identify the needy students to be awarded with the bursary.

Public Awareness

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

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

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Name: David Okoma

Fund Account Manager

V. **Statement of Management Responsibilities**

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

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

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

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

Approval of the financial statements

The NGCDF- Tiary Constituency financial statements were approved and signed by the Accounting Officer on 30/03/2023.



.....
Name: Augustine Loribo
Chairman – NGCDF Committee



.....
Name: David Okoma
Fund Account Manager

REPUBLIC OF KENYA

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Enhancing Accountability

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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Tiaty Constituency set out on pages 1 to 48, which

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

comprise of the statement of assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows and 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 - Tiaty Constituency as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Unsupported Use of Goods and Services

The statement of receipts and payments reflects use of goods and services amount of Kshs.9,862,680 as disclosed in Note 5 to the financial statements. However, the expenditure includes unsupported amount of Kshs.6,266,400 in respect of Committee allowances and expenses and Fuel, oil and Lubricants expenses of Kshs.5,354,000 and Kshs.912,400 respectively.

In the circumstances, the completeness and accuracy of use of goods and services amounting to Kshs.6,266,400 could not be confirmed.

2. Unsupported Transfers to Other Government Units

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.132,409,672 as disclosed in Note 6 to the financial statements. However, the Project Implementation status report, Project Management Committee bank statements and log books for buses purchased were not provided for audit. It was therefore not possible to ascertain how the transferred funds were utilized.

In the circumstances, the ownership, accuracy and completeness of transfers to other Government units amounting to Kshs.132,409,672 could not be confirmed.

3. Inaccuracies in the Cash and Cash Equivalent

The statement of assets and liabilities reflects bank balance of Kshs.14,828,779 as disclosed in Note 10A to the financial statements. However, bank reconciliation statement reflects payments in cash book not in bank statement (unpresented cheques) amount of Kshs.50,753,874 whose schedule was not provided for audit. Further, the unpresented cheques include an amount of Kshs.301,000 in respect of stale cheques which had been reversed in the cash book.

In the circumstances, the completeness, accuracy and existence of the bank balance of Kshs.14,828,779 could not be confirmed.

4. Unsupported Project Management Committee Bank Balances

Other important disclosures under Note 17.4 to the financial statements reflects Project Management Committee bank balances of Kshs.36,724,449. However, the cash books, bank reconciliation statements, bank statements and expenditure return for all the Project Management Committee bank accounts were not provided for audit. Further, balance brought forward of Kshs.16,024,518 was not supported by Project Implementation Status report, expenditure returns and bank statements.

In the circumstances, the accuracy and completeness and existence of the Project Management Committee bank balance of Kshs.36,724,449 could not be confirmed

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

Other Matter

Budgetary Control and Performance

The summary statement of appropriation reflects a final expenditure budget of Kshs.229,935,472 against actual on a comparable expenditure amount of Kshs.205,106,693 resulting to budget under expenditure of Kshs.24,828,779 or 11% of the budget.

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

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing 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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

Non-Automation of the Fund Operations

The Fund operations and records continue to be manual thereby affecting the accuracy of records and access to Management Information for decision making and control.

In the circumstances, it was not possible to assess the effectiveness of the Fund's internal controls and whether they were working as intended throughout the year under review.

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

Responsibilities of Management and those Charged with Governance

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the

activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

12 June, 2023


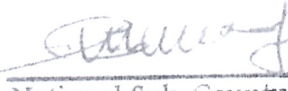

County Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

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

	Note	2021 - 2022	2020 - 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	172,177,758	162,067,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		172,177,758	162,067,724
Payments			
Compensation Of Employees	4	4,365,510	4,192,850
Use Of Goods and Services	5	9,862,680	7,727,790
Transfers To Other Government Units	6	132,409,672	57,136,570
Other Grants and Transfers	7	58,345,831	52,100,854
Acquisition Of Assets	8	123,000	330,258
Other Payments	9	-	793,434
Total Payments		205,106,693	122,281,756
Surplus/ (Deficit)		(32,928,935)	39,785,968

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

The Constituency financial statements were approved on 30/03/2023 and signed by:




		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: David Okoma	Name: Samuel Sigei ICPAK M/No:	Name: Augustine Loribo

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

	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	14,828,779	47,757,713
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		14,828,779	47,757,713
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		14,828,779	47,757,713
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		-	-
Represented By			
Fund Balance B/Fwd	13	47,757,713	7,117,632
Prior Year Adjustments	14	-	854,114
Surplus/Deficit for The Year		(32,928,935)	39,785,968
Net Financial Position		14,828,779	47,757,713

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

The Constituency financial statements were approved on 30/03/ 2023 and signed by:

		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: David Okoma	Name: Samuel Sigei ICPAK M/No:	Name: Augustine Loribo

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

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

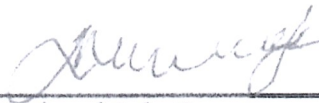
	Notes	2021 - 2021 Kshs	2021 - 2021 Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	172,177,758	162,067,724
Other Receipts	3	=	=
Total Receipts		172,177,758	162,067,724
Payments			
Compensation Of Employees	4	4,365,510	4,192,850
Use Of Goods and Services	5	9,862,680	7,727,790
Transfers To Other Government Units	6	132,409,672	57,136,570
Other Grants and Transfers	7	58,345,831	52,100,854
Other Payments	9	-	793,434
Total Payments		204,983,693	121,951,498
Total Receipts Less Total Payments			
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	854,114
Net Cash Flow from Operating Activities		(32,805,935)	40,970,339
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	(123,000)	(330,258)
Net Cash Flows from Investing Activities		(123,000)	(330,258)
Net Increase In Cash And Cash Equivalent		(32,928,935)	40,640,081
Cash & Cash Equivalent At Start Of The Year	10	47,757,713	7,117,632
Cash & Cash Equivalent At End Of The Year	10	14,828,779	47,757,713

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

The Constituency financial statements were approved on 30/03/2023 and signed by:


Fund Account Manager

Name: David Okoma


National Sub-County
Accountant
Name: Samuel Sigei
ICPAK M/No:


Chairman NG-CDF Committee

Name: Augustine Loribo

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

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

Receipts/ Payments	Original Budget a	Adjustments	Previous Years' Outstanding disbursements	Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of utilization f=d/c %
Transfers From NGCDF Board	137,088,879	47,757,713	45,088,879	229,935,471	219,935,472	10,000,000	95.7%
Proceeds From Sale of Assets	-	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-	-
Totals	137,088,879	47,757,713	45,088,879	229,935,471	219,935,472	10,000,000	95.7%
Payments							
Compensation Of Employees	4,400,000	2,414,511	417,878	7,232,389	4,365,510	2,866,879	60.4%
Use Of Goods and Services	7,937,998	(4,464,880)	4,194,000	7,667,118	9,862,680	(2,195,562)	128.6%
Transfers To Other Government Units	70,400,000	33,009,672	29,000,000	132,409,672	132,409,672	-	100.0%
Other Grants and Transfers	44,350,831	15,816,549	11,477,001	71,644,431	58,345,831	13,298,600	81.4%
Acquisition Of Assets	-	929,689	-	929,689	123,000	806,689	13.2%
Other Payments	-	52,171	-	52,171	-	52,171	0.0%
Funds Pending Approval**	10,000,000	-	-	10,000,000	-	10,000,000	0.0%
Totals	137,088,879	47,757,713	45,088,879	229,935,471	205,106,693	24,828,777	89.2%

*Tiny Constituency
National Government Constituencies Development Fund (NGCDF)
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- (a) Commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)
 - i. The Compensation of Employees utilization stands at 60.4% because the outstanding amount relates to gratuity yet to be paid.
 - ii. The Use of Goods and Services utilization stands at 128% because of the over expenditure incurred on repair and servicing of Motor Vehicle that had been under budgeted.
 - iii. The Transfers to other Government units' utilization stands at 81% because part of the outstanding amount relates to Bursaries that is yet to be paid and that is continually absorbed with time.
 - iv. The Acquisition of Assets utilization stands at 13.2% because the amount relates to saving made on acquisition of Assets.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	24,828,777
Less undisbursed funds receivable from the Board as at 30 th June 2022	10,000,000
	14,828,777
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	14,828,777

The Constituency financial statements were approved on 30/03/2023 and signed by:

Fund Account Manager National Sub-County Accountant Chairman NG-CDF Committee

Name: David Okoma Name: Samuel Sigei Name: Augustine Ioribo
 ICPAK M/No:

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

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

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,400,000	2,414,511	417,878	7,232,389	4,365,510	2,866,879
1.2 Committee allowances	2,000,000	-	500,000	2,500,000	4,000,000	(1,500,000)
1.3 Use of goods and services	1,825,332	-	582,000	2,407,332	4,508,080	(2,100,748)
Total	8,225,332	2,414,511	1,499,878	12,139,721	12,873,590	(733,869)
2.0 Monitoring and evaluation						
2.1 Capacity building	1,500,000	(2,000,000)	1,500,000	1,000,000	-	1,000,000
2.2 Committee allowances	2,000,000	(2,000,000)	1,000,000	1,000,000	1,354,600	(354,600)
2.3 Use of goods and services	612,666	(464,880)	612,000	759,786	-	759,786
Total	4,112,666	(4,464,880)	3,112,000	2,759,786	1,354,600	1,405,186
3.0 Emergency						
3.1 Primary Schools	7,192,207	2,723,037	1	9,915,245	9,085,267	829,978
3.2 Secondary schools	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-

Tiary Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/B) and AIA		2021/2022	30/06/2022	
Total	7,192,207	2,723,037	1	9,915,245	9,085,267	829,973
4.0 Bursary and Social Security						
4.1 Primary Schools	-	-	-	-	-	-
4.2 Secondary Schools	20,273,000	8,378,512	-	28,651,512	24,778,756	3,872,756
4.3 Tertiary Institutions	14,000,000	-	-	14,000,000	8,119,134	5,880,866
4.4 Universities	-	-	-	-	-	-
4.5 Social Security	-	-	-	-	-	-
Total	34,273,000	8,378,512	-	42,651,512	32,897,890	9,753,622
5.0 Sports						
5.1 Constituency Sports Tournament	-	1,015,000	-	1,015,000	-	1,015,000
5.2 Constituency Sports Tournament	-	-	2,741,000	2,741,000	2,741,000	-
5.3 Constituency Sports Tournament	841,000	-	-	841,000	841,000	-
Total	841,000	1,015,000	2,741,000	4,597,000	3,582,000	1,015,000
6.0 Environment						
6.1 Tree Planting: Kokwototo Primary School 100,000	-	100,000	-	100,000	-	100,000
6.2 Tree Planting: Churo Girls	-	100,000	-	100,000	-	100,000

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

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/B) and A/A		2021/2022	30/06/2022	
High School 100,000						
6.3 Tree Planting: Ngingyang Girls Secondary School 100,000	-	100,000	-	100,000	-	100,000
6.4 Tree Planting: Chegakam Primary School 100,000	-	100,000	-	100,000	-	100,000
6.5 Tree Planting: Nakoko Primary School 100,000	-	100,000	-	100,000	-	100,000
6.6 Tree Planting: Kositei Primary School 100,000	-	100,000	-	100,000	-	100,000
6.7 Tree Planting: Tilingwo Primary School 100,000	-	100,000	-	100,000	-	100,000
6.8 Tree Planting: Korelach Primary School 100,000	-	100,000	-	100,000	-	100,000
6.9 Tree Planting: Chepturu Primary School 100,000	-	100,000	-	100,000	-	100,000
6.10 Tree Planting: Barpello Primary School 100,000	-	100,000	-	100,000	-	100,000
6.11 Tree Planting: Loiwat Primary School 100,000	-	100,000	-	100,000	-	100,000
6.12 Tree Planting: Kipnai Primary School 100,000	-	100,000	-	100,000	-	100,000
6.13 Tree Planting: Ngoron	-	100,000	-	100,000	-	100,000

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

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/B) and ALA		2021/2022	30/06/2022	
Primary School 100,000						
6.14 Construction of Gabions at Kadogoi 300,000	-	300,000	-	300,000	-	300,000
6.15 Tree Planting Chemolingot Day Secondary School 100,000	-	100,000	-	100,000	-	100,000
6.16 Construction of Gabions at Tirioko River	-	-	304,000	304,000	304,000	-
6.17 Construction of Gabions at Kolowa River	-	-	304,000	304,000	304,000	-
6.18 Construction of Gabions at Ribkwo River	-	-	304,000	304,000	304,000	-
6.19 Construction of Gabions at Silale River	-	-	304,000	304,000	304,000	-
6.20 Construction of Gabions at Loyamorock River	-	-	304,000	304,000	304,000	-
6.21 Construction of Gabions at Targulbei River	-	-	304,000	304,000	304,000	-
6.22 Construction of Gabions at Korossi River	-	-	304,000	304,000	304,000	-
6.23 Construction of Gabions at Churo River	-	-	304,000	304,000	304,000	-
6.24 Construction of Gabions at	-	-	304,000	304,000	304,000	-

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

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/BR) and ALA		2021/2022	30/06/2022	
Amaya River						
6.25 Chemolingot Kenya Medical Training College	444,674	-	-	444,674	444,674	-
Total	444,674	1,700,000	2,736,000	4,880,674	3,180,674	1,700,000
7.0 Primary Schools Projects (List all the Projects)						
7.1 Asiyok Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.2 Akwichatis Primary School	-	1,100,000	-	1,100,000	1,100,000	-
7.3 Keleron Primary School	-	100,000	-	100,000	100,000	-
7.4 Dira Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.5 Kashokon Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.6 Mortena Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.7 Katakon Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.8 Chepkalacha Primary School	-	500,000	-	500,000	500,000	-
7.9 Kangiruru Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.10 Chesawach Primary School	-	800,000	-	800,000	800,000	-
7.11 Kashokon Primary School	-	200,000	-	200,000	200,000	-
7.12 AIC Sunrise Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.13 Chemolingot Primary School	-	1,000,000	-	1,000,000	1,000,000	-

Tiary Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/BR) and ALA		2021/2022	30/06/2022	
7.14 Cheptunoyo Primary School	-	2,000,000	-	2,000,000	2,000,000	-
7.15 Cheposo Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.16 Mosolion Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.17 Urus Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.18 Komolion Primary School	-	1,000,000	-	1,000,000	1,000,000	-
7.19 Embositit Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.20 Ngeleyo Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.21 Kreeze Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.22 Ngaina Primary School	-	-	1,100,000	1,100,000	1,100,000	-
7.23 Kongor Primary School	-	-	1,200,000	1,200,000	1,200,000	-
7.24 Domo Primary School	-	-	200,000	200,000	200,000	-
7.25 Kamusino Primary School	-	-	200,000	200,000	200,000	-
7.26 Chemoril Primary School	-	-	2,000,000	2,000,000	2,000,000	-
7.27 Tuwot Primary School	-	-	2,000,000	2,000,000	2,000,000	-
7.28 Chepliat Primary School	-	-	400,000	400,000	400,000	-
7.29 Nyauyau Primary School	-	-	400,000	400,000	400,000	-
7.30 Toporerwa Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.31 Donyasas Primary School	-	-	1,000,000	1,000,000	1,000,000	-

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

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/B) and A/A		2021/2022	30/06/2022	
7.32 Chesakam Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.33 Chepelow Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.34 Nasur Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.35 Tepelekwo Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.36 Kakogh Primary School	-	-	400,000	400,000	400,000	-
7.37 Nakoko Primary School	-	-	2,000,000	2,000,000	2,000,000	-
7.38 Akwichathis Primary School	-	-	100,000	100,000	100,000	-
7.39 Nalekat Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.40 Riongo Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.41 Silolu Primary School	-	-	2,000,000	2,000,000	2,000,000	-
7.42 Chepelion Primary School	-	-	1,500,000	1,500,000	1,500,000	-
7.43 Kitopas Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.44 Kadokoi Primary School	-	-	1,500,000	1,500,000	1,500,000	-
7.45 Mokongwo Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.46 Ponpon Primary School	-	-	500,000	500,000	500,000	-
7.47 Tangulbei Primary School	-	-	500,000	500,000	500,000	-
7.48 Chemolingot School For Hearing Impaired	1,000,000	-	-	1,000,000	1,000,000	-
7.49 Alem Primary School	1,000,000	-	-	1,000,000	1,000,000	-

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

Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/BR) and AIA		2021/2022	30/06/2022	
7.50 Nyakwala Primary School	500,000	-	-	500,000	500,000	-
7.51 Chepotindar Primary School	800,000	-	-	800,000	800,000	-
7.52 Kolowa Primary School	500,000	-	-	500,000	500,000	-
7.53 Nalekat Primary School	1,000,000	-	-	1,000,000	1,000,000	-
7.54 Losikiriamoi Primary School	400,000	-	-	400,000	400,000	-
7.55 Nasorot Primary School	400,000	-	-	400,000	400,000	-
7.56 Natan Primary School	400,000	-	-	400,000	400,000	-
7.57 Sukut Primary School	200,000	-	-	200,000	200,000	-
Total	6,200,000	16,700,000	29,000,000	51,900,000	51,900,000	-
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Chemolingot Day Secondary School	-	3,500,000	-	3,500,000	3,500,000	-
8.2 Ngoron Secondary School	8,200,000	-	-	8,200,000	8,200,000	-
8.3 Kolowa Secondary School	8,200,000	-	-	8,200,000	8,200,000	-
8.4 Ngingyang Girls High School	8,200,000	-	-	8,200,000	8,200,000	-
8.5 Tangulbei High School	8,200,000	-	-	8,200,000	8,200,000	-
8.6 Kipnai Secondary School	2,200,000	-	-	2,200,000	2,200,000	-
8.7 Kapunyany Secondary School	2,700,000	-	-	2,700,000	2,700,000	-

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

Programme / Sub-programme	Original Budget	Adjustments	Opening Balance (G/BK) and AIA	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
8.8 Maron Secondary School	2,700,000	-	-	-	2,700,000	2,700,000	-
8.9 Korossi High School	700,000	-	-	-	700,000	700,000	-
8.10 Churo Day Secondary School	3,000,000	-	-	-	3,000,000	3,000,000	-
8.11 Churo Boys Secondary School	1,700,000	-	-	-	1,700,000	1,700,000	-
8.12 Churo Girls Secondary School	1,000,000	-	-	-	1,000,000	1,000,000	-
8.13 Chemolingot Day Secondary School	2,400,000	-	-	-	2,400,000	2,400,000	-
8.14 Amaya High School	2,000,000	-	-	-	2,000,000	2,000,000	-
8.15 Loiwat High School	2,000,000	-	-	-	2,000,000	2,000,000	-
8.16 Maron Secondary School	1,000,000	-	-	-	1,000,000	1,000,000	-
Total	54,200,000	3,500,000	-	-	57,700,000	57,700,000	-
9.0 Tertiary institutions Projects (List all the Projects)							
9.1 Chemolingot Kenya Medical Training College	10,000,000	12,809,672	-	-	22,809,672	22,809,672	-
Total	10,000,000	12,809,672	-	-	22,809,672	22,809,672	-
10.0 Security Projects							
10.1 Assistant Chief Office -	-	-	-	1,200,000	1,200,000	1,200,000	-

Tiary Constituency
National Government Constituencies Development Fund (NGCDF)
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Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
Nginyang East						
10.2 Administration Police Chemolingot	-	500,000	-	500,000	500,000	-
10.3 Deputy County Commissioner Tiary West	-	500,000	-	500,000	500,000	-
10.4 Deputy County Commissioner Tiary East	-	500,000	-	500,000	500,000	-
10.5 Tangulbei Administration Police Houses	-	500,000	-	500,000	500,000	-
10.6 Chief Office- Paka	-	-	1,300,000	1,300,000	1,300,000	-
10.7 Chief Office -Mukur	-	-	1,000,000	1,000,000	1,000,000	-
10.8 Chief Office -Amaya	-	-	1,100,000	1,100,000	1,100,000	-
10.9 Chief Office -Nakoko	-	-	1,000,000	1,000,000	1,000,000	-
10.10 Chief Office -Kolowa	-	-	400,000	400,000	400,000	-
10.11 Tirioko Chiefs Office	300,000	-	-	300,000	300,000	-
10.12 Ribkwo Chiefs Office	300,000	-	-	300,000	300,000	-
10.13 Barpello Chiefs Office	300,000	-	-	300,000	300,000	-
10.14 Akoret, Assistant County Commissioner Office	700,000	-	-	700,000	700,000	-
Total	1,600,000	2,000,000	6,000,000	9,600,000	9,600,000	-

*Tripty Constituency
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Programme / Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/B) and A/a		2021/2022	30/06/2022	
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)	-	929,689	-	929,689	123,000	806,689
11.2 Construction of CDF office	-	-	-	-	-	-
11.3 Purchase of furniture and equipment	-	-	-	-	-	-
11.4 Purchase of computers	-	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-	-
Total	-	929,689	-	929,689	123,000	806,689
12.0 Others	-	-	-	-	-	-
12.1 Strategic Plan	-	32,800	-	32,800	-	32,800
12.2 Innovation Hub	-	-	-	-	-	-
12.2 Constituency Office	-	19,371	-	19,371	-	19,371
Funds pending approval**	10,000,000	-	-	10,000,000	-	10,000,000
Total	10,000,000	52,171	-	10,052,171	-	10,052,171
Total	137,088,879	47,757,713	45,088,879	229,935,472	205,106,693	24,828,779

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits (gratuity and retentions).

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NGCDF-Tiati Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

Significant Accounting Policies continued

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

Significant Accounting Policies continued

13. Subsequent Events

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

14. Errors

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board AIE No.		
B104707	-	20,000,000
A823732	-	35,000,000
B104844	-	14,367,724
B104887	-	700,000
B124675	-	9,000,000
B119662	-	8,500,000
B119701	-	12,000,000
B128294	-	6,900,000
B132054	-	6,000,000
B132348	-	6,000,000
B126017	-	12,000,000
B105104	-	10,600,000
B126309	-	9,000,000
B140748	-	12,000,000
B105304	32,279,207	-
B105570	44,000,000	-
B105943	22,000,000	-
B128716	5,000,000	-
B163878	12,000,000	-
B154223	12,000,000	-
B154444	18,000,000	-
B154498	14,088,879	-
A888504	12,809,672	-
TOTAL	172,177,758	162,067,724

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Notes to the Financial Statements (Continued)

2. Proceeds From Sale of Assets

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

3. Other Receipts

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

4. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,797,110	3,610,260
Personal allowances paid as part of salary	-	-
House Allowance	537,600	549,090
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	-
Employer Contributions Compulsory national social security schemes	30,800	33,500
Total	4,365,510	4,192,850

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Notes to the Financial Statements (Continued)

5. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	-	-
Utilities, supplies and services	31,340	29,450
Communication, supplies and services	77,900	95,300
Domestic travel and subsistence	963,500	489,900
Printing, advertising and information supplies & services	295,382	211,250
Rentals of produced assets	-	-
Training expenses	160,000	-
Hospitality supplies and services	667,567	445,104
Other committee expenses	4,300,600	186,000
Committee allowance	1,054,000	3,341,000
Insurance costs	-	-
Specialized materials and services	-	-
Fuel, Oil & Lubricants	912,400	1,797,366
Office and general supplies and services	-	-
Other operating expenses	25,000	-
Bank service commission and charges	38,951	42,343
Routine maintenance – vehicles and other transport equipment	1,232,040	1,090,077
Routine maintenance – other assets	104,000	-
Total	9,862,680	7,727,790

6. Transfer to Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	51,900,000	28,500,000
Transfers To Secondary Schools (See Attached List)	57,700,000	28,636,570
Transfers To Tertiary Institutions (See Attached List)	22,809,672	-
Total	132,409,672	57,136,570

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Notes to the Financial Statements (Continued)

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	24,778,756	23,777,716
Bursary – tertiary institutions (see attached list)	8,119,134	11,448,138
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	9,600,000	2,975,000
Sports projects (see attached list)	3,582,000	2,100,000
Environment projects (see attached list)	3,180,674	2,100,000
Emergency projects (see attached list)	9,085,267	9,700,000
Total	58,345,831	52,100,854

8. Acquisition of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	330,258
Purchase of Vehicles and Other Transport Equipment	123,000	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	123,000	330,258

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	793,434
ICT Hub	-	-
	-	793,434

Tiaty Constituency
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Notes to the Financial Statements (Continued)

10. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Kenya Commercial Bank, Marigat Branch.</i>	14,828,779	47,757,713
<i>Tiaty NG-CDF A/C No. 113776274</i>	14,828,779	47,757,713
Total		
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

11. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Peter Maraya	02.07.2021	320,000	320,000	-
Peter Maraya	16.07.2021	200,000	200,000	-
Peter Maraya	17.07.2021	350,000	350,000	-
Peter Maraya	14.08.2021	289,000	289,000	-
Peter Maraya	01.09.2021	148,800	148,800	-
Peter Maraya	02.09.2021	228,000	228,000	-
Peter Maraya	28.09.2021	201,600	201,600	-
Peter Maraya	03.12.2021	190,000	190,000	-
Peter Maraya	03.12.2021	200,000	200,000	-
Peter Maraya	23.12.2021	314,000	314,000	-
Peter Maraya	11.02.2022	100,000	100,000	-
Peter Maraya	02.02.2022	490,000	490,000	-
Peter Maraya	10.03.2022	312,000	312,000	-
Peter Maraya	10.03.2022	495,000	495,000	-

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Peter Maraya	24.03.2022	102,600	102,600	-
Peter Maraya	24.03.2022	360,000	360,000	-
Peter Maraya	22.04.2022	390,200	390,200	-
Peter Maraya	22.04.2022	480,000	480,000	-
Peter Maraya	04.05.2022	350,000	350,000	-
Peter Maraya	13.05.2022	300,000	300,000	-
Peter Maraya	18.05.2022	110,000	110,000	-
Peter Maraya	25.05.2022	340,000	340,000	-
Peter Maraya	28.06.2022	199,750	199,750	-
Peter Maraya	28.06.2022	224,600	224,600	-
TOTAL		6,695,550	6,695,550	-

12A. Retention

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

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	1,771,644	-
Gratuity held during the year (B)	1,172,228	1,771,644
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	2,943,872	1,771,644

*Tiati Constituency
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Notes to the Financial Statement Continued

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	47,757,713	7,117,632
Cash in hand	-	-
Imprest	-	-
Total	-	-

14. Prior Year Adjustments

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

** The adjusted balances are not carried down on the face of the financial statement.

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022 KShs	2020-2021 KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	6,695,550	5,189,600
Imprest surrendered during the Year (C)	6,695,550	5,189,600
closing accounts in account receivables D= A+B-C	-	-
Changes in Account Receivables E= D-A	-	-

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Notes to the Financial Statement Continued

16. Changes in Accounts Payable – Deposits and Retentions

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

Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	1,172,228	1,771,644
Others (<i>specify</i>)	-	-
Total	1,172,228	1,771,644

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	2,866,879	1,250,150
Use of goods and services	(2,195,562)	2,866,210
Amounts due to other Government entities (see attached list)	-	62,259,672
Amounts due to other grants and other transfers	13,298,600	24,573,637
Acquisition of assets	806,689	1,006,060
Other Payments	52,171	36,750
Funds Pending Approval	10,000,000	-
Total	24,828,777	91,992,479

17.4: PMC Account Balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	36,724,449	16,024,518
Total	36,724,449	16,024,518

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Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To-Date c	Outstanding Balance 2022 d=a-c	Comments
Construction of buildings					
1.	-	-	-	-	-
Sub-Total					
Construction of civil works					
1.	-	-	-	-	-
Sub-Total					
Supply of goods					
1.	-	-	-	-	-
Sub-Total					
Supply of services					
1.	-	-	-	-	-
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 2022	Comments
NG-CDFC Staff				
Phillip Rutto Kokwomogh	Clerk of Works	1/8/2015	119,393	
Anthominah Chebet Lotiang	Clerical Officer	1/2/2018	85,616	
Richard Arekai Lomaruya	Security Officer	1/2/2018	61,640	
Irine Chemelsau Loppoghon	Cleaner	1/2/2018	61,640	
Oliver Kanyakol	Accounts Assistant	1/3/2018	97,427	
Harrison Kachepos Korete	Records Officer	1/2/2018	85,616	
Charles Kamam Adotor	Security Officer	1/3/2018	65,360	
Musa Kisur Katurkana	Driver	1/11/2020	81,840	
Hellen Cheptakar Nyoru	Receptionist	1/12/2019	85,616	
Cyrus Kahikit Kwenyi	Driver	1/12/2019	-	
David Rukoo Longoria	Clerical Officer	1/12/2019	85,616	
Philemon Porit Katirai	IT Officer	1/12/2019	85,616	
Wilfred Kayii	Clerical Officer	1/12/2019	85,616	
Javan Kiptoo Kulei	IT Officer	1/12/2019	85,616	
Hillary Murkor	Driver	1/12/2019	85,616	
Sub-Total			1,172,228	
Grand Total			1,172,228	

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	Balance of Gratuity	2,866,879	1,250,150	
Use of goods & services	Expenditure on purchase of goods and services	(2,195,562)	2,866,210	
Amounts due to other Government entities		-	62,259,672	
Sub-Total		671,317	66,376,032	
Amounts due to other grants and other transfers	Balance of bursary	13,298,600	24,573,637	
Sub-Total		13,298,600	24,573,637	
Acquisition of assets	Balance of Purchase of Motor Vehicle	806,689	1,006,060	
Others (<i>specify</i>)	Balance of Strategic Plan and NGCDF Office	52,171	36,750	
Sub-Total		858,860	1,042,810	
Funds pending approval	Unallocated Funds	10,000,000	-	
Grand Total		24,828,779	91,992,479	

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Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	-	-	-	-
Buildings and structures	5,328,258	-	-	5,328,258
Transport equipment	15,866,311	123,000	-	15,989,311
Office equipment, furniture and fittings	1,216,360	-	-	1,216,360
ICT Equipment, Software and Other ICT Assets	390,000	-	-	390,000
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	22,800,929	123,000	-	22,923,929

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Annex 5 – PMC Bank Balances As At 30th June 2022

PMC	Bank	Account Number	Date A/C Opened	Bank Balance 2021/22	Bank Balance 2020/21
Keleron Primary School	1114436305	KCB Marigat	10/7/2009	787	629
Dira Primary School	1116355264	KCB Marigat	2/4/2010	53,910	-
Chepilat Primary School	1125502959	KCB Marigat	3/11/2011	1,254	8,602
Chepelion Primary School	1126343358	KCB Marigat	8/13/2016	360	54,360.00
Kangiruru Primary School	1130650979	KCB Marigat	8/13/2016	2,230	90
Nasur Primary School	1134214928	KCB Marigat	5/4/2012	3,209	209
Chemolingot Primary School	1151825476	KCB Marigat	4/9/2014	3,770	4,770
Chepkalacha Primary School	1152185950	KCB Marigat	4/17/2014	27,305	1,409
Ponpon Primary School	1152646834	KCB Marigat	4/30/2014	1,759	759
Ngingyang Girls Secondary School	1156756774	KCB Marigat	7/17/2014	7,049	8,114
Chesakam Primary School	1157579884	KCB Marigat	8/13/2016	1,030	18,460
Kashokon Primary School	1169167934	KCB Marigat	4/7/2015	444	1,334
AIC Churo Girls Secondary School	1169422713	KCB Marigat	4/15/2015	1,000,647	773
Kolowa Primary School	1176468421	KCB Marigat	1/1/2016	1,070	12,133
Cheptunoyo Primary School	1182346057	KCB Marigat	6/11/2016	1,323	449
Kolowa High School	1199179310	KCB Marigat	9/13/2016	1,364	2,807
Ngoron Secondary School	1199180025	KCB Marigat	9/13/2016	18,306	1,304,623
Krezee Primary School	1199248126	KCB Marigat	9/14/2016	5,923	7,114

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PMC	Bank	Account Number	Date A/C Opened	Bank Balance 2021/22	Bank Balance 2020/21
Donyasas Primary School	1199565482	KCB Marigat	9/23/2016	200	16,655.00
AIC Churo Secondary School	1199705098	KCB Marigat	9/23/2016	780,128	2,000,383
Nakoko Primary School	1199774014	KCB Marigat	9/24/2016	29,669	2,019
Ngaina Primary School	1199844810	KCB Marigat	9/26/2016	3,275	3,275
Kakogh Primary School	1200139984	KCB Marigat	9/30/2016	18,866	18,931
Loiwat High School	1200347986	KCB Marigat	10/4/2016	599,014	2,964
Loskiriarnoi Primary School	1202577288	KCB Marigat	11/24/2016	28,348	24,539
Akwichatis Primary School	1202591752	KCB Marigat	11/22/2016	375	4,240
Chepelow Primary School	1204848211	KCB Marigat	1/18/2017	445	3,245.00
Nalekat Primary School	1205875875	KCB Marigat	2/9/2017	4,494	120
Korossi Secondary School	1208790145	KCB Marigat	4/19/2017	34,062	553,253
Kipnai Secondary School	1209149745	KCB Marigat	4/28/2017	751,691	50,447
Nyakwala Primary School	1209854481	KCB Marigat	5/16/2017	6,599	165
Chepotindar Primary School	1210740761	KCB Marigat	6/5/2017	2,489	5,289
Chemolingot Day Secondary School	1232888532	KCB Marigat	5/18/2018	4,037,757	4,037,757
Sululu Primary School	1233438565	KCB Marigat	5/26/2018	3,533	4,850
Maron Secondary School	1236653254	KCB Marigat	8/2/2018	630,791	2,554,014
Chemoril Primary School	1238708560	KCB Marigat	9/13/2018	1,358	1,358
Tangulbei Administration Police Houses	1238909825	KCB Marigat	9/18/2018	5,005	3,945

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PMG	Bank	Account Number	Date A/C Opened	Bank Balance 2021/22	Bank Balance 2020/21
Deputy County Commissioner Tiaty East	1239800312	KCB Marigat	9/18/2018	5,826	3,826
Riongo Primary School	1258410117	KCB Marigat	6/11/2019	910	910
Kapunyany Secondary School	1259263517	KCB Marigat	6/21/2019	93,005	1,172
Chemolingot School of Hearing Impairment	1261060504	KCB Marigat	1/1/2020	2,294.40	145,914.40
Kositei Primary School	1261504909	KCB Marigat	7/30/2019	2,049	849
Kadokoi Primary School	1269951904	KCB Marigat	1/21/2020	22,727	148
Churo Mixed Day Secondary School	1270625527	KCB Marigat	2/5/2020	23,790	1,001,395
Amaya Chief Office	1272288676	KCB Marigat	3/18/2020	1,910	2,975
Kenya Medical Training College Chemolingot	1274667526	KCB Marigat	6/10/2020	10,153,747	559,960
Karnsino Primary School	1274679303	KCB Marigat	6/10/2020	2,052	1,117
Tiaty NGCDF Sports Committee	1279661968	KCB Marigat	10/22/2020	47,640	1,085
Tiaty NGCDF Environment Committee	1279850396	KCB Marigat	10/27/2020	108,723	108,975
Akoret ACCs Office	1280067799	KCB Marigat	10/27/2020	3,869	995
Barpello Chiefs Office	1280303190	KCB Marigat	11/7/2020	60,917	60,917
Sukut Primary School	1280438150	KCB Marigat	11/11/2020	65,951	67,142
Ribkwo Chiefs Office	1280482559	KCB Marigat	11/12/2020	1,377	1,568
Kornolion Primary School	1280695099	KCB Marigat	11/18/2020	34,062	975
Nasonot Primary School	1280984791	KCB Marigat	11/27/2020	5,849	975
Natan Primary School	1281329231	KCB Marigat	12/8/2020	5,849	975

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PMC	Bank	Account Number	Date A/C Opened	Bank Balance 2021/22	Bank Balance 2020/21
Amaya High School	1286685265	KCB Marigat	6/19/2021	6,275	2,999,880
Mosolion Primary School	1286794811	KCB Marigat	6/24/2021	200	8,175
Asiyok Primary School	1286794927	KCB Marigat	6/24/2021	1,500	1,500
Tirioko Chiefs Office	1286795885	KCB Marigat	6/25/2021	1,274	125,000
Mortena Primary School	1288187807	KCB Marigat	8/16/2021	263	-
Katakon Primary School	1288187963	KCB Marigat	8/16/2021	2,552	-
Cheposo Primary School	1289762783	KCB Marigat	10/4/2021	-	467
Ngeleyo Primary School	1290100438	KCB Marigat	10/14/2021	-	18,475.00
Administration Police Chemolingot	1290100934	KCB Marigat	10/14/2021	-	974.7
Embosittit Primary School	1290128448	KCB Marigat	10/14/2021	-	16,855.00
Mokongwo Primary School	1290130566	KCB Marigat	10/14/2021	-	2,095
AIC Sunrise Primary School	1290210497	KCB Marigat	10/18/2021	-	1,395
Toporerwo Primary School	1290461805	KCB Marigat	10/27/2021	-	975
Chesawach Primary School	1290547041	KCB Marigat	10/29/2021	-	148,870.00
Orus Primary School	1290547238	KCB Marigat	10/29/2021	-	1,155.00
Deputy County Commissioner Tiaty West	1290644233	KCB Marigat	11/2/2021	-	1,365.00
Tebelekwo Primary School	1290766290	KCB Marigat	11/5/2021	-	17,355
Alem Primary School	1291534954	KCB Marigat	12/14/2021	-	950
Nyaunyau Primary School	1292796405	KCB Marigat	1/25/2022	-	3,075

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PMC	Bank	Account Number	Date A/C Opened	Bank Balance 2021/22	Bank Balance 2020/21
Ngingyang East Assistant Chief Office	Newly Funded	KCB Marigat	Yet to Open	1,200,000	-
Kolowa Chief Office	Newly Funded	KCB Marigat	Yet to Open	400,000	-
Mukur Chief Office	Newly Funded	KCB Marigat	Yet to Open	1,000,000	-
Nakoko Chief Office	Newly Funded	KCB Marigat	Yet to Open	1,000,000	-
Paka Chief Office	Newly Funded	KCB Marigat	Yet to Open	1,300,000	-
Domo Primary School	Newly Funded	KCB Marigat	Yet to Open	200,000	-
Ktiopas Primary School	Newly Funded	KCB Marigat	Yet to Open	1,000,000	-
Kongor Primary School	Newly Funded	KCB Marigat	Yet to Open	1,200,000	-
Tangulbei Primary School	Newly Funded	KCB Marigat	Yet to Open	500,000	-
Tangulbei Secondary School	Newly Funded	KCB Marigat	Yet to Open	8,200,000	-
Tuwot Primary School	Newly Funded	KCB Marigat	Yet to Open	2,000,000	-
				36,724,449	16,024,518

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
PMC Bank Balances	Annex 5 to the financial statements reflects Kshs. 9,332,165 in respect of PMC Bank Balances. However, funds amounting to Kshs. 13,950,000 were transferred to the various Project Management Committee bank accounts during the year whose closing balances were not disclosed in annex 5. Further, their certificate of bank balances was not provided to confirm their closing balances as at 30 June, 2021. The accuracy and completeness of Kshs. 9,332,165 in respect of PMC Bank Balance as at 30 June, 2021 could not be confirmed	The projects were erroneously omitted from the disclosure note (Annex 5) of the financial statements. The error has been corrected by including them. Find attached the amended financial statements and the certificate of balance of the PMC accounts that were not available at the time of audit	Resolved	
Cash and Bank	The statement of assets and liabilities as at 30 June, 2021 reflects Bank balances (as per the cashbook) under Note 10A as Kshs. 47,757,713. However, audit review of bank reconciliation statement as at 30 June, 2021 indicated payments in cash book not in bank statement (un-presented cheques) amounting to Kshs. 6,286,234 out of this Kshs. 90,000 related to stale cheques which had not been reversed in the cash book as at 30 June, 2021 as shown below. Payments In Cash Book Not Yet Recorded In Bank Statement (Unpresented Cheques As At 30/06/2021)	The said cheques refer to bursary issued to benefiting students. Most of the time students with such stale Bursary cheques present them to our office for replacement. Stale bursary cheques are replaced throughout the financial year. The few that could not be replaced in the year are usually reversed at the closure of financial year. The management of Tiaty NGCDF	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (For a date when you expect the issue to be resolved)																											
	<table border="1"> <thead> <tr> <th>Cheque No.</th> <th>Date</th> <th>Payee</th> </tr> </thead> <tbody> <tr> <td>19521</td> <td>10.03.20</td> <td>Kapsabet Boys High School</td> </tr> <tr> <td>19863</td> <td>21.10.20</td> <td>St Peters Girls Secondary School Kaptere</td> </tr> <tr> <td>20043</td> <td>04.12.20</td> <td>Tambach Teachers Training College</td> </tr> <tr> <td>20046</td> <td>04.12.20</td> <td>Nairobi University</td> </tr> <tr> <td>20047</td> <td>04.12.20</td> <td>Nairobi University</td> </tr> <tr> <td></td> <td></td> <td>Total</td> </tr> </tbody> </table>	Cheque No.	Date	Payee	19521	10.03.20	Kapsabet Boys High School	19863	21.10.20	St Peters Girls Secondary School Kaptere	20043	04.12.20	Tambach Teachers Training College	20046	04.12.20	Nairobi University	20047	04.12.20	Nairobi University			Total	<p>undertakes to follow up these stale cheques and have them reversed</p> <p style="text-align: right;">Amount Reversed</p> <table border="1"> <tbody> <tr> <td>10,000</td> </tr> <tr> <td>20,000</td> </tr> <tr> <td>20,000</td> </tr> <tr> <td>20,000</td> </tr> <tr> <td>20,000</td> </tr> <tr> <td>90,000</td> </tr> </tbody> </table>	10,000	20,000	20,000	20,000	20,000	90,000		
Cheque No.	Date	Payee																													
19521	10.03.20	Kapsabet Boys High School																													
19863	21.10.20	St Peters Girls Secondary School Kaptere																													
20043	04.12.20	Tambach Teachers Training College																													
20046	04.12.20	Nairobi University																													
20047	04.12.20	Nairobi University																													
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10,000																															
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20,000																															
20,000																															
90,000																															
<p>Presentation and Inaccuracies of Financial Statements and Reports</p>	<p>Consequently, the accuracy and completeness of the reported cash and cash equivalents balance of Kshs. 47,757,713 could not be confirmed</p> <p>A review of the financial statements and Reports showed the following:</p> <p>Included in the unutilized prior year fund amount of Kshs 75,104,359 tabulated at Note 17.3 of the financial statements were amounts due to other grants and other transfers of Kshs 30,001,805. Annex 3 of the financial statements indicated a figure of Kshs 30,981,805 for the same item leading to an unexplained variance of Kshs 980,000 being the difference between the amounts of Kshs 30,001,805 and Kshs 30,981,805 relating to Note 17.3 and Annex 3 respectively</p>	<p>The figure of Ksh. 980,000 relates to stale bursary cheques that were reversed and cancelled. See attached amended financial statements</p>	Resolved																												

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Excluded in the Corporate Social Responsibility Reporting Statement at page 10 of the financial statements' specifically on Environmental performance was an outline of sensitization of the youth on impact of drugs</p>	<p>The Tiati NGCDF management strives to continually improve both performance and reporting wise. We undertake to include reporting on the sensitization of the youth on impact of drugs.</p>	Resolved	
Budgetary Controls	<p>The summary statement of appropriation - recurrent and development combined reflect a final receipts budget for the year under review totaling to Kshs. 214,274,235 against total actual receipts of Kshs.169,185,356 resulting to budget under funding amounting to Kshs. 45,088,879 or 27%. Similarly, the Fund expended a total of Kshs.122,281,756 against the approved budget of Kshs.214,274,236 resulting to budget under expenditure amounting to Kshs. 91,992,480 or 75% of the budget.</p> <p>Further, there was an unexplained difference of Kshs 1,841,000 between the actual Committee allowances and the budgeted amount of Kshs 3,341,000 and Kshs 1,500,000 respectively. The underfunding and underperformance and overspending affected the planned activities and impacted negatively on service delivery to the citizens of the Constituency</p>	<p>Tiati NGCDF did not receive all the funds from the NGCDF Board for the year by close of financial year as noted. The balance of funds was received later in the succeeding year.</p> <p>The Financial year 2020/2021 approved budget attached, had committee expenses of Ksh. 1,500,000 under Administration and Recurrent for facilitation of sitting allowances and Ksh. 2,000,000 for allowances during monitoring and evaluation all amounting to Ksh. 3,500,000. The actual expenditure on committee allowances amounted to Ksh. 3,341,000 leaving an unspent balance of Ksh. 159,000</p>	Resolved	
Support of Sports	<p>Included in the other grants and other payments balance of Kshs 52,100,854 was a Sports projects</p>	<p>The expenditure returns for the sports projects are as attached</p>	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
projects	<p>expenditure amount of Kshs 1,160,000 which was not supported by: approval minutes by the board, motor vehicle work tickets, notice to authorities to use a stadium, certificates of participation to participants and photo evidences to prove that the sports tournament took place and proof that the trophies, balls and games kit for the winning teams were purchased by the committee.</p> <p>Consequently, the accuracy, occurrence and completeness of expenditure of Kshs. 2,100,000 on sports projects for the year ended 30 June, 2021 could not be confirmed</p>	See attached project documentation	Resolved	
Support of Primary Schools Projects	<p>Included in the Transfers to Other Government entities balance of Kshs 57,136,570 was an amount of Kshs 28,500,000 relating to transfers to Primary schools out of which an aggregate expenditure totaling Kshs.17,100,000 relating to 21 projects was not supported by project files including advertisements, tender opening minutes, Project Management Committee minutes, evaluation minutes, professional opinions, Acceptance and regret letters, contract agreements and photos showing physical status of the project.</p> <p>Further out of the amount of Kshs 28,500,000 an aggregate expenditure totaling Kshs 9,800,000 was not properly supported. Specifically: an amount of Kshs 5,000,000 was not supported with advertisements; a</p>			

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>figure of Kshs 1,200,000 was not backed with bills of quantities and an expenditure of Kshs 3,600,000 was unsupported with tax compliance certificates; contractors' annual practicing certificates and 3 years audited accounts.</p> <p>In the absence of supporting project files and mandatory requirements the authenticity of the Transfers to Primary Schools balance of Kshs 28,500,000 could not be confirmed</p>			
Compliance with Law on Emergency Reserves	<p>Included under grants and other payments balance of Kshs 52,100,854 was an amount of Kshs 9,700,000 on emergency projects. Out of the expenditure of Kshs 9,700,000 an aggregate amount of Kshs 7,100,000 was not supported with advertisements, tax compliance certificates, 3 years audited accounts and contractors annual practicing certificates.</p> <p>In the absence of the supporting documentation, the authenticity of the emergency projects' balance of Kshs 9,700,000 could not be confirmed</p>	<p>Tiary NGCDF endeavors to trains and builds capacities of Project management committees in an effort to continually improve capacities of both project implementers and contractors for proper documentation and submission of returns</p>	Resolved	
Support of Routine Maintenance Expenditure	<p>Included in the routine maintenance of motor vehicles and other equipment balance of Kshs 1,090,077 was an amount of Kshs 601,188 that was not supported by request for quotation and service orders.</p> <p>In the circumstances, the procurement procedures were not adhered to and the validity of the payments could not be confirmed</p>	<p>Tiary NGCDF engaged prequalified service provider in the provision of repairs and services. In every corresponding service, quotations were raised and processed prior to the service.</p>	Resolved	

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Reference No. on the external audit Report	Issue /- Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Support of Secondary Schools Projects	<p>Included in the Secondary schools projects balance of Kshs 28,636,570 was an amount of Kshs 2,500,000 made to Kapunyany Secondary school under tender number KIP/PMTC/TNR/003/2019/2020 for the proposed construction of girls dormitory block. The contract agreement between Kitopass Investment Limited and Kapunyany Secondary School signed on 4 May, 2020 was not supported by: minutes for tender evaluation, tender award notification letter, and valuation/completion of work certificates.</p> <p>Consequently, it was not possible to determine the validity of the contract for works and the regularity of the payments</p>	<p>The project tendering was processed normally. The project management committee advertised for the project, received bids, opened bids, evaluated and awarded. The project was managed and payments made until project completion.</p> <p>However due to unavoidable capacity challenges, the project was not sufficiently documented. We are following up with the concerned project management committee for project returns. We undertake to share with the audit team the returns as soon as we have them.</p> <p>The management of Tiaty NGCDF continually makes effort to build capacity by training project management committees improve project documentation and submission of returns</p>	Resolved	
Management of Bursary Funds	<p>The statement of receipts and payments for the year ended 30 June, 2021 reflects other grants and other payments of Kshs. 52,100,854 as detailed at note 7 to the financial statements. The amount includes Kshs.</p>		Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
i) Non-adherence to the approved -Kshs. 952,854	The approved codelist for financial year 2020/2021 had a budget of Kshs. 34,273,000 in respect of transfers to bursary to Secondary and tertiary institutions. However, the actual transfers amounted to Kshs. 35,225,854 thereby leading to an over expenditure amounting to Kshs. 952,854	In the year under review, Tiaty NGCDF had a fresh budget of Ksh. 34,273,000 for financial year 2020/2021 and a balance of Ksh. 8,998,874 from the previous financial year occasioned by late disbursement. The over expenditure of Kshs. 952,854 as noted, emanated from the expenditure of the balance of funds from the previous financial year received within the year.	Resolved	
ii) Unaccounted Bursary-Kshs. 133,000	A list of beneficiaries in support of the financial statement figure revealed a figure of Kshs. 35,358,854 contraries to the reported figure of Kshs. 35,225,854 thereby leading to an unexplained variance of Kshs. 133,000 as detailed below	The List of beneficiaries shared with the audit team contained payments that relates to stale cheques that were replaced. The bursary figures as reported represents the actual position.	Resolved	
iii) Bursary Issued to Beneficiaries Without	An analysis of the list of beneficiaries revealed that bursary amounting to Ksh. 2,674,100 was issued to 256 students without admission numbers. The management did not avail there calling letters to confirm that they are newly admitted students joining	The detail for the 256 students noted without admission numbers is erroneous omission. It relates to students who are continuing with their studies. Tiaty NGCDF	Resolved	

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	2020 was not supported with: approvals for payments and valuation certificates. Consequently, the regularity and lawfulness of these payments could not be determined	including advising on payments.		
Risk Management Policy	NG-CDF Tiaty did not have in place a customized risk management policy during the year under review. Thus, there were no approved processes and guidelines on how to mitigate operational, legal and financial risks. Therefore, management could not identify significance of business risks and likelihood of their occurrence. Further, the Management may have failed to decide on actions on how to address those risks.	There exists a corporate risk Management policy by the NGCDF Board that has been cascaded to all the constituencies. We at the constituencies undertake risk-based implementation of projects including risk based auditing and reporting	Resolved	
Support of Environmental Projects	Included in the other grants and other payments balance of Kshs 52,100,854 was an amount of Kshs 2,100,000 relating to environmental projects. A payment of Kshs 2,000,000 was paid to the Fund's Constituency environment committee vide payment voucher number 152; cheque number 20717 dated 16 April 2021 in respect of Construction of Gabions at Kamusino, Chepelion, Donge and Natan rivers. The corresponding check-list indicated the payment was for Code-list showing Kshs 2,736,000 paid for the construction of Gabions for the following rivers: Tirioko, Kolowo, Ribkwo, Silale, Loyamorock, Tangulbei, Tangulbei, Korossi; Churo and Amaya. The Project implementation Status as at end of March, 2022 indicated that the environmental projects were	The projects of Ksh. 2,100,000 in respect of Construction of Gabions at Kamusino, Chepelion, Donge and Natan rivers relates to financial year 2019/2020 that were funded, implemented and reported in the Financial year under review. The projects of Ksh. 2,736,000 in respect of construction of Gabions at Tirioko, Kolowa, Ribkwo, Silale, Loyamorock, Tangulbei, Korossi; Churo and Amaya rivers relates to financial year 2020/2021 that have not been funded and the	Resolved	

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	yet to commence. There was no explanation for delay in project commencement. Further no reasons were made available to auditors for differing Code-list and payment voucher details. Thus, the correctness of the balance of Kshs 2,100,000, could not be confirmed	implemented is yet to start. There was delay in funding that resulted in noted delay in the implementation of the financial year 2020/2021 projects.		



 Name: David Okoma
 Fund Account Manager.