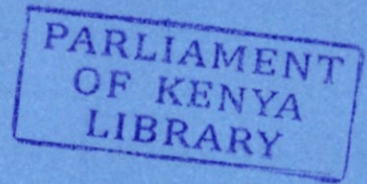


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



OF

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 AUG 2024	DAY: THUR
TABLED BY: HON. KIMANI KICHUNDA L.O.M	
PREPARED AT TABLE: WILLIS OBIERO	

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NAROK SOUTH CONSTITUENCY**

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



NAROK SOUTH CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

*Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

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I. Acronyms and Abbreviations

Provide a list of all applicable acronyms and abbreviations e.g.

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committees

FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Narok South 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)

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Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	William Saitoti Ntimeri
2.	Sub-County Accountant	Evans Obae
3.	Chairman NGCDFC	Daniel Ledama Nkoitoi
4.	Member NGCDFC	Kasisi Ologeso

(c) Fiduciary Oversight Arrangements

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

(d) Narok South Constituency NGCDF Headquarters

P.O. Box 99
Ololulunga-Narok
Narok-Bomet road
Nairobi, KENYA

(e) Narok South Constituency NGCDF Contacts

Telephone: (254) 721 814169
E-mail: naroksouthngcdf@cdf.go.ke
Website: naroksouthngcdf.go.ke

(f) Narok South Constituency NGCDF Bankers

National Bank
Narok Branch
A/C No.01001041832100
P O Box 1023-20500
Narok Kenya.

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

III. NG-CDFC Chairman's Report



Mr. Daniel Ledama Nkoitoi

On behalf of NAROK SOUTH NG-CDF Committee and staff, I am profoundly glad in presenting the FY 2022/2023 annual report and financial statements for the fund.

NAROK SOUTH NG-CDF committee continued to discharge its core mandate in prudent, transparent and accountable management of the fund, considering projects proposal as proposed by the residents of NAROK SOUTH constituency and ensure that all approved projects meet the requirements of sec 24 of the Act, Capacity building of the project management committees (PMCs), monitoring and evaluation of the funded projects. As per the provisions of the NGCDF Act 2015(as amended in 2016), this was achieved mainly through timely disbursement of received funds to the project management committees (PMC), projects monitoring and regular NGCDF committee meetings.

NAROK SOUTH NG-CDF committee registered exemplary performance in the year under review as demonstrated by implementation of projects, programmes and activities in the sectors of Education, security, sports and environment which fall within the mandate of the Fund established by the NGCDF ACT 2015(as amended in 2016).

The fund augmented the national government's infrastructure development in education sector through construction, renovation and equipping of schools.

In detail, NG-CDF NAROK SOUTH has been able to achieve the following during the financial year;

A total of 14 classrooms, 3 Laboratories, 3 Admin Blocks, 3 Staff houses, 5 toilet blocks and & Roads leading to security institutions were constructed and or renovated through the allocation to the fund.

The fund's contribution towards education infrastructure across the constituency supported the 100% government transition policy. In addition, the fund supported retention of students in secondary and tertiary institutions through issuance of bursary. A total of Ksh. 45,801,169 was awarded as bursary to needy students in the constituency. NAROK SOUTH NG-CDF committee has developed bursary award criteria to ensure only the needy students are awarded bursary.

A). Budget Performance

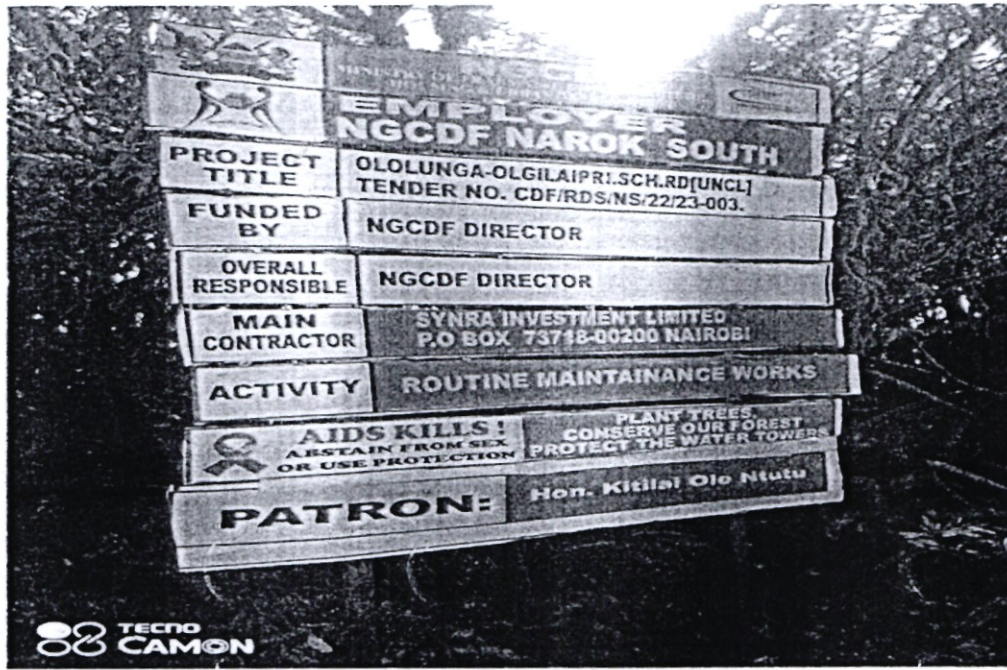
In the financial year 2022/2023 NAROK SOUTH NG-CDF budget performance against actual amounts for current year based on economic classification and programmes, was derailed by untimely and unpredictable disbursement of funds to the constituency by the NG-CDF BOARD,

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In the financial year ended June 30th, 2023 NAROK SOUTH NG-CDF had a cumulative approved budget of Kshs 152,747,174 out of which Kshs. 87,000,000 was received as at June 30, 2023. NG-CDF NAROK SOUTH disbursed the received funds as follows;

PAYMENTS	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
Compensation of Employees	5,153,732	4,480,140	663,592	87%
Committee Expenses	6,172,415	4,078,950	2,093,465	71%
Use of goods and services	2,126,098	2,000,617	125,686	94%
Transfers to Other Government Units	59,000,950	16,806,900	42,194,050	28%
Other grants and transfers	76,498,979	56,616,085	20,005,949	74%
Other Payments	3,500,000.00	2,980,000	520,000	85%
Acquisition of assets	295,000.00	-	295,000	0%
Total	152,747,174	86,962,692	65,897,742	57%

Herein attached are pictorials to depict successful projects undertaken during the year.



OLGILAI-OLLOLILINGA ROAD



NAISUDORI SEC SCHOOL-LABORATORY



KOTOLIAN SEC SCHOOL-LABORATORY



LETAARI PRI SCHOOL-CLASSROOM



SAIRE SEC SCHOOL-LABORATORY



SAIRE PRI SCHOOL-TOILETS



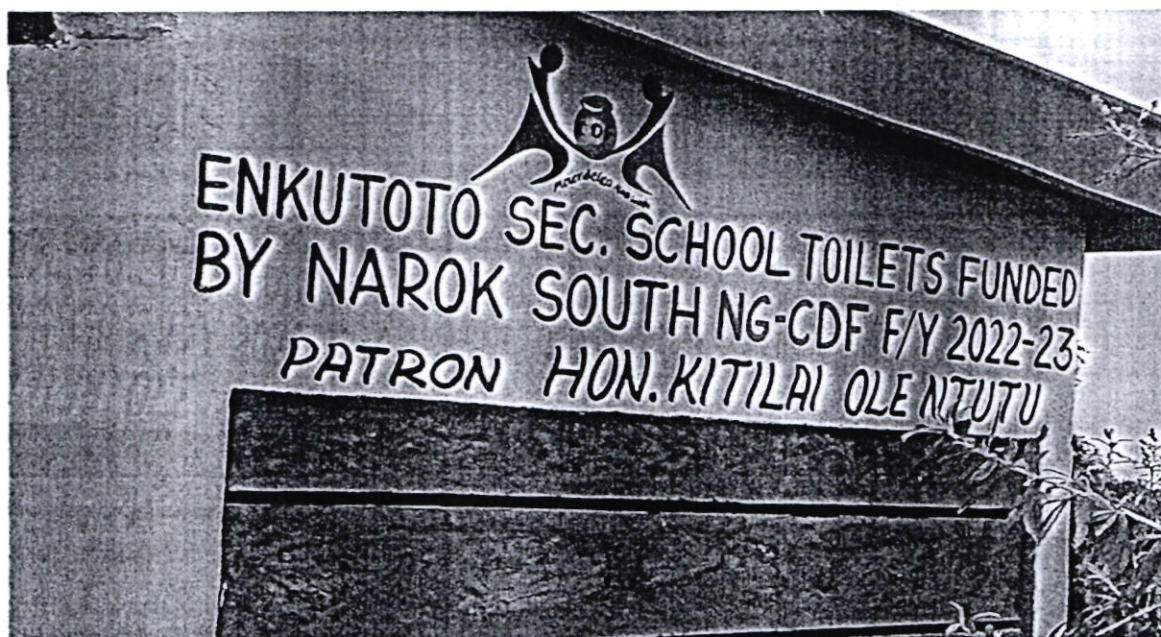
OSOTUA SEC SCHOOL-ONE CLASSROOM



OLEPOLOS GIRLS SEC SCHOOL-2 CLASSROOMS



ENKUTOTO SEC SCHOOL- 2 CLASSROOMS



ENKUTOTO SEC SCHOOL-TOILETS

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Annual Constituency Allocation

I am pleased to present the financial statements for Narok South Constituency for the financial year ended 30th June 2023. During the year, the Constituency was allocated a total of Kshs 152,747,174

Sectoral Analysis of Funding

Over the past 20 years, the Constituency has received a total of Kshs 1,631,808,217 which were subsequently been disbursed to various projects in such sectors as education, water, health, roads and bridges, energy, agriculture, security etc

In addition to the statutory bursary, emergency, sports, environment, administration and monitoring and evaluation votes. The funding has benefitted over 650 projects and the breakdown in terms of the number of projects funded in these leading sectors over the last five years is as hereunder provided;

NO	Financial Year	Amount (Ksh)	Remarks
1	2003/2004	6,000,000	Disbursed
2	2004/2005	29,785,128	Disbursed
3	2005/2006	38,521,771	Disbursed
4	2006/2007	53,364,827	Disbursed
5	2007/2008	53,364,826	Disbursed
6	2008/2009	53,694,437	Disbursed
7	2009/2010	65,546,022	Disbursed
8	2010/2011	67,505,334	Disbursed
9	2011/2012	81,777,364	Disbursed
10	2011/2012	17,442,857	Conditional Grant Disbursed
11	2012/2013	50,805,618	Disbursed
12	2013/2014	82,149,661	Disbursed
13	2014/2015	118,505,322	Disbursed
14	2015/2016	125,672,486	Disbursed
15	2016/2017	81,896,552	Disbursed
16	2017/18	98,189,654	Disbursed
17	2018/2019	109,040,876	Disbursed
18	2019/2021	137,367,724	Disbursed
19	2021/2022	137,088,879	Disbursed
20	2022/2023	137,088,879	Disbursed
21	2023/2023	87,000,000	Disbursed
TOTAL DISBURSEMENTS		1,631,808,217	

B). Emerging issues related to NG-CDF in the NAROK SOUTH Constituency are;

- ❖ Education, Security, Sports, Environment, Water and Roads sectors almost entirely depend on NG-CDF on infrastructure development.
- ❖ Prioritization of projects to fund is becoming more difficult due to the numerous high impacts and deserving projects being proposed by the residents.
- ❖ Increase in population is piling pressure on NG-CDF to allocate more funds to various development infrastructures to cater for the residents.

- ❖ There's a growing Need to compete with the county government in infrastructure development to justify the long existence of NG-CDF.
- C). NG-CDF Implementation challenges in NAROK SOUTH constituency are;
- ❖ Overdependence of the fund by the public and National government functions on all development related needs.
(To overcome this, NAROK SOUTH NG-CDF Committee employs public participation at the ward level in identification of priority projects for funding and bursary beneficiaries within the constituency).
 - ❖ Funds disbursement from the board is untimely and unpredictable leading to delays in execution of budgets occasioning unnecessary budgetary adjustments and delays in the implementation of approved projects.
(NAROK SOUTH NG-CDF committee continues to work with the board to facilitate timely disbursement of funds and will endeavour to disburse funds to the project management committees (PMC's) as soon as it receives).
 - ❖ Many projects are allocated funds- leading to projects receiving insufficient funds
(To overcome this challenge, NAROK SOUTH NG-CDF is focusing on allocating enough funds to complete the project within at most 2 years).

Moving forward NAROK SOUTH NG-CDF Committee remain steadfast in delivering on our mandate of transforming lives (maendeleo kwa wote) thus creating a better society for all.

.....
Name: Daniel Ledama Nkoi
CHAIRMAN NGCDF COMMITTEE

IV. Statement Of Performance Against Predetermined Objectives for FY2022/2023

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 Narok South Constituency 2023-2027 plan are to:

- a) Improve Education Standards.
- b) Improve Security.
- c) Conserve the environment.
- d) Nurture talent through sporting activities and art
- e) Increase youth, women and persons with disability participation in development objectives.
- f) Supplementing infrastructure development at the constituency level in matters falling within the functions of the national government in accordance with the Constitution.

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In FY 22/23 -among others, we increased number of classrooms, by 14 in primary schools, and 4 in secondary schools, 3 laboratories, 3 Administration blocks and 4 Roads leading to schools and Security institutions. approximately 5,000 students benefited in Bursaries across all levels of Education
Security	To have a safe and secure environment for	-Decrease in the number of insecurity-	-Numbers of usable physical infrastructure	In FY 22/23 We built one (1) police station in

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	business, learning and where the residents go about their lives without fearing for their lives and property.	related incidents. -Improved security and a more secure business environment	build in Police stations. Chief's offices, DCI and county Commissioners security facilities. -	Ololulunga Administration Police Camp.
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.	Number of tree seedlings planted in public land. -sustainable environmental management activities.	In FY 22/23 - we increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in 22 schools approximately 4,400 in number
Sports	To Nurture sporting talent, This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.	Increased engagement and persons earning a decent living from exploiting their sporting talent. -reduced unemployment rate among the youth.	Number of youth, women and persons living with disabilities taking up sporting activities. -Number of usable physical sporting infrastructure build.	In FY 22/23 -Sports items were bought and distributed among various teams in the constituency.
Emergency	To be able to urgently address Unforeseen occurrences in the constituency.	Immediate restoration of daily activities at minimum disruption of daily life occasioned by unforeseen Occurrences.	Numbers of usable physical infrastructure build and other emergency related activities addressed.	In FY 22/23 -we constructed Pit latrine blocks and re-roofing of classrooms in various schools When the schools were facing immediate closure by the county department of health.

V. Statement of Governance

The members of a Constituency Committee provided for Appointment of under section 43(2) (b), (c) and (d) of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee. A vacancy shall occur in Constituency Committee upon commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee. Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel. The selection panel referred to in paragraph (1) shall consist of— one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel; the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and two persons, one of either gender, nominated by the Constituency office.

The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board. The selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section 43(2)(b)(c) and (d) of the Act. The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel.

The Board shall co-opt the person referred to in section 43(2) (g) of the Act to ensure equitable representation in the membership of a Constituency Committee. The Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency. The Board shall submit the names of the seven persons selected from each Constituency in accordance with section 43(2)(b), (c), (d) and (e) of the Act to the National Assembly for approval. The Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette.

The selection panel shall stand dissolved upon the appointment of the members of a Constituency Committee. The Board shall, within fourteen days after gazettelement of the members of a Constituency Committee inform the members of their appointment in writing. A member of a Constituency Committee who is appointed under section 43 (2) (b), (c), (d), (e) and (g) may at any time resign from office by giving notice, in writing, to the officer of the Board and a copy thereof to the Board. At least one of the Constituency Committee members appointed under section 43(2)(b)(c) or (d) shall be a mandatory signatory to the Constituency accounts.

The members of a Constituency Committee may be removed in accordance with section 43 (13) and (14) of the Act upon a receipt of a complaint against a member. A complaint against a member of a Constituency Committee shall be deposited with the National Government Constituency Office. The complaint referred to in paragraph (2) shall clearly set out the particulars of the issues complained of. The Secretary shall convene a special meeting in accordance with these Regulations to deliberate on the complaint, but the member against whom the complaint is raised shall not participate in such a meeting. If, at a meeting held pursuant to paragraph (4), members determine that sufficient grounds exist requiring the member against whom the complaint is raised to respond to the issues complained of, the secretary shall by notice, require the member to respond to the

issues received in the complaint within fourteen days of the date of the notice. A copy of the complaint and any other grounds of removal shall be attached to the notice issued under paragraph (5). The member against whom the complaint is raised may be required to respond to the complaint in writing. The member against whom a complaint is raised may, in addition to the written response required under paragraph (7), elect to be heard orally, and a Constituency Committee may hear such a member. The member against whom a complaint is made may call witnesses. If the member against whom a complaint is raised chooses not to submit a response in writing or to attend the hearings, a Constituency Committee may proceed to determine the matter. Notwithstanding paragraph (10), a Constituency Committee may summon the member against whom the complaint is made to clarify any issue, and such member shall attend the hearing. If the member against whom a complaint is made fails to respond to the complaint as may be directed by a Constituency Committee, the Committee may proceed and make a determination based on the evidence available.

A Constituency Committee shall issue its decision on the complaint within seven days after the conclusion of the hearing. If a Constituency Committee resolves to remove the member against whom a complaint is made, the secretary shall communicate the decision of the Constituency Committee to the Board within fourteen days of the decision. The communication to the Board under paragraph (14) shall include duly executed proceedings, together with all the supporting documents. The Board shall, within thirty days after receipt of the communication in paragraph (14), consider the matter and issue a final declaration which shall be binding on all parties. A member against whom a complaint is made shall not, participate in the deliberations and activities of a Constituency Committee from the time the Constituency Committee starts considering the complaint. If a member against whom a complaint is made responds to the allegations to the satisfaction of a Constituency Committee and the committee decides in favour of such member, the member shall resume duties as a member of the Committee.

A Constituency Committee may remove the Chairperson or secretary from their respective positions for failing to perform their functions, under regulations 8 and 9 respectively. A Constituency Committee shall inform the Chairperson or Secretary of the reasons for the proposed removal, and shall give the Chairperson or Secretary reasonable opportunity to be heard. A Chairperson or secretary who is removed pursuant to paragraph (19) shall continue to discharge duties as a member of the Constituency Committee. At least two thirds of the total membership of a Constituency Committee shall be required to remove the Chairperson or secretary from office.

b) Roles and functions of the NGCDFC Committee

The functions of a Constituency Committee shall be to;

- i. Build the capacity of project management committees and Committee.
- ii. Sensitize the Community on the operations of the Fund, consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency, ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act, ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans, in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution.
- iii. Consult with relevant government departments to ensure that cost estimates for projects are realistic, in considering joint projects. Ensure that the participating constituencies enter into negotiations for effective implementation of such projects; subject to the provisions of the Act and these Regulations.
- iv. Enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for

joint funding, rank projects proposals in order of priority while ensuring that on-going projects take precedence, ensure that all projects receive adequate funding and are completed within three years, where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies.

- v. Ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board, monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board, ensure that project reports are prepared and submitted to the Board.
- vi. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects; ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund.
- vii. Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act, collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act, recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- viii. Submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain a list of all the new projects commenced during the financial year and their completion status, and a list of all projects approved, funded and commenced during previous financial years, and their completion status, enter into performance contracting with the Board on an annual basis, in exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution.
- ix. Receive returns from project management committees in accordance with regulation 15, maintain a database of project management committees and reports from the respective committees, and perform any other function assigned to it by the Board.

VI. Environmental and Sustainability Reporting

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

- a. Education and Training: Narok South 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

- Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar
- Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.

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3. Employee welfare

We invest in providing the best working environment for our employees. Narok South 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. xxx 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-

Narok South NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Narok South 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 considers 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.

Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
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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.

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

FUND ACCOUNT MANAGER
NAROK SOUTH NG-CDF
...NAROK...99...30503
Name: William Saitoti Ntineri
Fund Account Manager.

**Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

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

The Accounting Officer in charge of the NGCDF-Narok South 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, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Narok South 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 Narok South Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the constituency's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

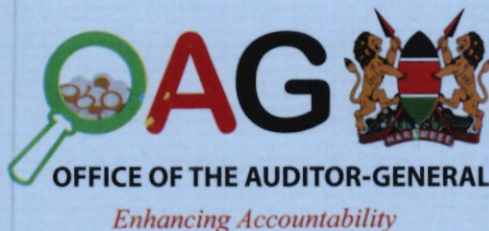
Approval of the financial statements

The NGCDF- Narok South Constituency financial statements were approved and signed by the Accounting Officer on September 14, 2023.

.....
Name: Daniel ledama Nkoitoi
Chairman – NGCDF Committee

FUND ACCOUNT MANAGER
NAROK SOUTH NG-CDF
P.O. Box 99, 20503
Name: William Saitoti GA
Fund Account Manager

REPUBLIC OF KENYA



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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke

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

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

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and overall 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 - Narok South Constituency set out on pages 1 to 39, which comprise of the statement of assets and liabilities as at 30 June, 2023 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 - Narok South Constituency as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unsupported Compensation of Employees

The statement of receipts and payments reflects compensation of employees amount of Kshs.4,480,140. However, review of payroll records revealed an amount of Kshs.4,594,011 resulting to an unexplained variance of Kshs.113,871. Further, records indicate that fifteen (15) employees were recruited between October, 2022 to April, 2023. However, evidence of selection, interviews, and job awards were not submitted for audit review. In addition, the approved staff establishment was not provided for audit.

In the circumstances, the accuracy and completeness of compensation of employees amount of Kshs.4,480,140 could not confirmed.

2. Misclassification of Expenditure

The statement of receipts and payments reflects use of goods and services expenditure of Kshs.2,000,617. The amount includes utilities, supplies and services expenditure of Kshs.550,700 which relates to acquisition of assets but was wrongly classified under use of goods and services.

In the circumstances, the accuracy and completeness of utilities, supplies and services expenditure of Kshs.550,700 could not be confirmed.

3. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers of Kshs.56,616,085. The amount includes bursary payments of Kshs.45,375,900 which have not been classified into secondary schools and tertiary institutions. Further, the amount differs with the supporting schedule provided which reflects Kshs.48,148,000 resulting to an unexplained variance of Kshs.2,773,000.

In the circumstances, the accuracy and completeness of the bursary disbursements amounting to Kshs.45,375,900 could not be confirmed.

4. Unsupported Project Management Committee Bank Balances

Note 19.4 to the financial statements reflects Project Management Committee (PMC) bank account balance totalling Kshs.228,996 as detailed in Annex 5 to the financial statements. However, the PMC account cash books, bank reconciliation statements, certificate of bank balances and quarterly reports to the Constituency Committee detailing the project implementation status were not provided for audit. Further, the prior year PMC brought forward balance of Kshs.5,849,312 was not supported by a project implementation status report.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.228,996 as at 30 June, 2023 could not be confirmed.

5. Inaccurate and Incomplete Summary of Fixed Asset Register

The summary of fixed assets at Annex 4 to the financial statements reflects historical assets cost of Kshs.18,104,755. Included in the balance are buildings and structures of Kshs.1,692,595. However, the balance differs with the assets register which reflects acquisition cost of Kshs.7,000,000 in the year 2007 resulting to an unexplained variance of Kshs.5,307,405. Further, the ownership documents for the land on which the NGCDF office is located was not provided. In addition, the balance excludes, the value of motor vehicle and intangible assets in the Fund's custody.

In the circumstances, the accuracy and completeness of the total assets balance of Kshs.18,104,755 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 - Narok South 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.152,860,434 and Kshs.87,113,260 respectively resulting to an underfunding of Kshs.65,747,174 or 43% of the budget. However, the Fund spent Kshs.86,962,692 against actual receipts of Kshs.87,113,260 resulting to an under-utilization of Kshs.150,568.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several paragraphs were raised. However, Management has not resolved and disclosed the status of all the prior year matters as prescribed in the reporting requirements set by the Public Sector Accounting Standards Board. In addition, Management has not provided satisfactory explanation for the delay in resolving the issues.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, and based on the audit procedures performed, 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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective

processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of 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 reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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


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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 June, 2024

Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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


Receipts			
Transfers From NGCDF Board	1	87,000,000	182,177,758
Proceeds From the Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		87,000,000	182,177,758
Payments			
Compensation Of Employees	4	4,480,140	6,301,887
Committee expenses	5	4,078,950	3,084,501
Use Of Goods and Services	6	2,000,617	5,215,789
Transfers To Other Government Units	7	16,806,900	105,300,000
Other Grants and Transfers	8	56,616,085	62,246,822
Acquisition Of Assets	9	-	-
Oversight Committee Expenses	10	-	-
Other Payments	11	2,980,000	
Total Payments		86,962,692	182,148,999
Surplus/(Deficit)		37,308	28,759

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

The Constituency financial statements were approved by the NGCDFC on September 14, 2023 and signed by:

FUND ACCOUNT MANAGER
NAROK SOUTH NG-CDF
P. O. BOX 99 20503
OLOLILINGA

Fund Account Manager
 Name: William Saitoti


 National Sub-County
 Accountant
 Name: Evans Obae
 ICPAK M/No:17318


 Chairman NG- CDF Committee
 Name: Ledama Nkoitoi Daniel

**Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

IX. Statement Of Assets and Liabilities As At 30th June, 2023

Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	150,568	113,260
Cash Balances (Cash at Hand)	12B		-
Total Cash and Cash Equivalents		150,568	113,260
Accounts Receivable			
Outstanding Imprests	13		-
Total Financial Assets			
TOTAL FINANCIAL ASSETS		150,568	113,260
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A		
Gratuity	14B		-
Total Financial Liabilities			-
Net Financial Assets		150,568	113,260
Represented By			
Fund Balance B/Fwd	15	113,260	84,501
Prior Year Adjustments	16		-
Surplus/Deficit for The Year		37,308	28,759
Net Financial Position		150,568	113,260

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

The Constituency financial statements were approved by NG CDFC on September 14, 2023 and signed by

Fund Account Manager

Name: William Saitoti

National Sub-County
Accountant

Name: Evans Obae
ICPAK M/No:17318

Chairman NG-CDF Committee

Name: Daniel Ledama Nkoitoi

Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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

Receipts From Operating Activities			
Transfers From NGCDF Board	1	87,000,000	182,177,758
Other Receipts	3	-	-
Total Receipts		87,000,000	182,177,758
Payments			
Compensation Of Employees	4	4,480,140	6,301,887
Committee Expenses	5	4,078,950	3,084,501
Use Of Goods and Services	6	2,000,617	5,215,789
Transfers To Other Government Units	7	16,806,900	105,300,000
Other Grants and Transfers	8	56,616,085	62,246,822
Oversight Committee Expenses	10		
Other Payments	11	2,980,000	-
Total Payments		86,962,692	182,148,999
Total Receipts Less Total Payments			
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		37,308	28,759
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	-
Net Cash Flows from Investing Activities			

**Nerok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**


		37,308	28,759
Net Increase In Cash And Cash Equivalent		37,308	28,759
Cash & Cash Equivalent At Start Of The Year	12	113,260	84,501
Cash & Cash Equivalent At End Of The Year		150,568	113,260

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

The Constituency financial statements were approved by NG CDFC on September 14, 2023 and signed by:

**FUND ACCOUNT MANAGER
NAROK SOUTH NG-CDF
P. O. BOX 20503
OLOLULINGA**

Fund Account Manager
Name: William Saitoti


National Sub-County
Accountant
Name: Evans Obae
ICPAK M/No: 17318


Chairman NG-CDF Committee
Name: Daniel Ledama Nkoitoi

*Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

XI. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual comparable base	Utilization diff.	Utilization on
	a	b		c=a+b	d	e=c-d	f=d/c%
	2022/2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers From NGCDF Board	151,960,174	113,260	-	152,073,434.0	87,113,260	64,960,174	57%
Proceeds From Sale of Assets	78,7000	-	-	787,000.00	-	787,000	0%
Other Receipts		-	-	-	-	-	0%
Totals	152,747,174	113,260	0	152,860,434	87,113,260	65,747,174	57%
Payments							
Compensation Of Employees	5,153,732	-10,000	-	5,143,732.00	4,480,140	663,592	87%
Committee Expenses	6,172,415	0	-	6,172,415.00	4,078,950	2,093,465	71%
Use Of Goods and Services	2,126,098	205	-	2,126,303.00	2,000,617	125,686	94%
Transfers To Other Government Units	59,000,950	0	-	59,000,950.00	16,806,900	42,194,050	28%
Other Grants and Transfers	76,498,979	123,055	-	76,622,034.00	56,616,085	20,005,949	74%
Acquisition of Assets	3,500,000.00	-	-	3,500,000.00	2,980,000	520,000	85%
Oversight Committee Expenses	295,000.00	-	-	295,000.00	-	295,000	0%
Other Payments	152,747,174	113,260	0	152,860,434	86,962,692	65,897,742	57%

**Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

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


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


(b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)
Compensation Of Employees-Delayed disbursement of funds
Committee Expenses-Delayed disbursement of funds
Other Grants and Transfers-Delayed disbursement of funds
Transfers To Other Government Units-Delayed disbursement of funds
Acquisition of Assets-Delayed disbursement of funds

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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	
Less undisbursed funds receivable from the Board as at 30 th June 2023	65,897,742
	65,747,174
Increase/(decrease) Accounts payable	150,568
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 th June 2023	-
	150,568

The Constituency financial statements were approved by NG CDFC on September 14, 2023 and signed by:
FUND ACCOUNT MANAGER
NAROK SOUTH NG-CDF
 Fund Account Manager 2023
OLOLULUNGA
 Name: William Saitoti


 National Sub-County Accountant
 Name: Evans Obac
 ICPAK M/No:17318


 Chairman NG-CDF Committee
 Name: Daniel Ledama Nkoi

*Narok South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2022/2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2022/2023	30/06/2023	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of Employees	5,153,732	-10,000	0	5,143,732	4,480,139.56	663,592
1.2 Committee Allowances	840,000	0	0	840,000	840,000	0
1.3 Use of Goods and Services	2,126,098		0	2,126,098	1,823,237	302,861
Sub Total	8,119,830	-10,000	0	8,109,830	7,143,377	966,453
2.0 Monitoring and Evaluation						
2.1 Capacity Building						
2.2 Committee Allowances	2,426,000.00	205	0	2,426,205.00	2,488,950	-62,745
2.3 Use of Goods And Services	1,756,415.00			1,756,415.00	177,380	1,579,035
	4,182,415.00	205.00	-	4,182,620.00	2,666,330.00	1,516,290.00
3.0 Emergency	7,636,190	0	0	7,636,190	2,773,000.00	4,863,190
Sub Total	7,636,190.00	-	-	7,636,190.00	2,773,000.00	4,863,190.00
4.0 Bursary And Social Security	45,801,169	76,157	0	45,877,326	45,375,900	501,426

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2022/2023			2022/2023	30/06/2023	
4.2 Secondary & Primary Schools&	24,901,169	-	-	-	-	-
4.3 Tertiary & Universities Institutions	20,900,000	-	-	-	-	-
5.0 Sports						
NAEKANAE Co LTD	2,554,943	46,898	0	2,601,841	2,515,625	86,216
6.0 Environment						
AMKOR INVESTMENT LTD	2,006,677.00	-	-	2,006,677.00	1,206,000	800,677
						0
7.0 Primary Schools Projects (List All The Projects)						
ERORET PRIMARY SCHOOL	1,100,000	0	0	1,100,000	1,100,000	0
OLOIRIEN PRIMARY SCHOOL	2,000,000	0	0	2,000,000	0	2,000,000
SAIRE PRIMARY SCHOOL	400,000	0	0	400,000	400,000	0
ENKOYIANKALANI PRIMARY SCHOOL	1,100,000	0	0	1,100,000	1,100,000	0
OLOORETET PRIMARY SCHOOL	998,550	0	0	998,550	998,500	50

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2022/2023			2022/2023	30/06/2023	
OLENKULUO PRIMARY SCHOOL	1,208,400	0	0	1,208,400	1,208,400	0
KAPKURES PRIMARY SCHOOL	400,000	0	0	400,000	400,000	0
TIFO PRIMARY SCHOOL	1,500,000	0	0	1,500,000	1,100,000	400,000
LETAARI PRIMARY SCHOOL	1,100,000	0	0	1,100,000	1,100,000	0
ILTRIBEN PRIMARY SCHOOL	1,200,000	0	0	1,200,000	1,200,000	0
PARBURUSH PRIMARY SCHOOL	2,200,000	0	0	2,200,000	2,200,000	0
	13,206,950	0	0	13,206,950	10,806,900	2,400,050
8.0 Secondary Schools Projects (List All The Projects)						
KOTOLIAN SEC SCHOOL	1,500,000	0	0	1,500,000	1,500,000	0
NAISUDORI SEC SCHOOL	4,500,000.00	0	0	4,500,000	4,500,000.00	0
OLENKANAE SEC SCH	4,500,000.00	0	0	4,500,000	0.00	4,500,000
OLEPOLOS SEC SCH	7,100,000.00	0	0	7,100,000	0.00	7,100,000
ENKARE NAIROWUA SEC SCH	4,900,000.00	0	0	4,900,000	0.00	4,900,000
ENKUTOTO SEC SCH	2,600,000.00	0	0	2,600,000	0.00	2,600,000
OLKIRIAINE SEC SCH	3,000,000.00	0	0	3,000,000	0.00	3,000,000
KONE SEC SCH	7,400,000.00	0	0	7,400,000	0.00	7,400,000
MAUSA SEC SCH	6,800,000.00	0	0	6,800,000	0.00	6,800,000
SAGAMIAN SEC SCH	1,800,000.00	0	0	1,800,000	0.00	1,800,000
ELENGATA ENTERIT SEC SCH	994,000.00	0	0	994,000	0.00	994,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2022/2023			2022/2023	30/06/2023	
OSOTUA SEC SCH	1,100,000.00	0	0	1,100,000	0.00	1,100,000
	46,194,000.00	0.00	0.00	46,194,000.00	6,000,000.00	40,194,000.00
9.0 Tertiary Institutions Projects (List All The Projects)	0	0	0	0	0	0
9.1						
10.0 Roads Projects	18,500,000.00	-	-	18,500,000.00	4,745,560	13,754,440
SAMDU CONTRUCTION & GENERAL SUPPLIES		-	-	18,500,000.00	4,745,560.00	
11.0 Acquisition Of Assets	0	0	0	0	0	0
11.1 Motor Vehicles (Including Motorbikes)						
11.2 Construction Of Cdf Office	295,000.00	0	0	295,000.00	0	295,000.00
11.3 Purchase Of Furniture And Equipment						
11.4 Purchase Of Computers						
11.5 Purchase Of Land						
12.0 Others						
12.1 Strategic Plan	3,500,000.00	0	0	3,500,000.00	2,980,000	520,000.00
12.2 Innovation Hub						
13. Constituency Oversight Committee expenses	750,000.00	-	-	750,000.00	750,000.00	-

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Programme/Sub-programme	Original Budget 2022/2023	Adjustments		Final Budget 2022/2023	Actual on comparable basis 30/06/2023	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Committee Allowances	300,000.00			300,000.00	300,000.00	-
Use of Goods	450,000.00			450,000.00	450,000.00	-
Funds Pending Approval**						
Total	152,747,174	113,260	0	152,860,434	86,962,692	65,897,742

(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

XIII. 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-Narok South Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

Transfers from the National Government Constituency Development Fund (NG-CDF)
Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

A revised 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.

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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 2023.

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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XIV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
	Kshs	Kshs
AIE NO B105534	-	33,000,000
AIE NO B105896	-	44,000,000
AIE NO B128653	-	22,000,000
AIE NO B128966	-	5,000,000
AIE NO B042816	-	12,000,000
AIE NO B164391	-	12,000,000
AIE NO B155535	-	18,000,000
AIE NO B089068	-	24,088,879
AIE NO B185207	7,000,000	12,088,879
AIE NO B185480	6,000,000	-
AIE NO B185742	15,000,000	-
AIE NO B206059	5,000,000	-
AIE NO B205555	12,000,000	-
AIE NO B205852	12,000,000	-
AIE NO B207610	15,000,000	-
AIE NO B207978	15,000,000	-
TOTAL	87,000,000	182,177,758

2. Proceeds From Sale of Assets

	Insert current FY	Insert previous FY
	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	-	-

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3. Other Receipts

	Insert current FY	Insert previous FY
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	4,480,139.56	4,199,201
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	2,030,686
Employer Contributions Compulsory national social security schemes	-	72,000
Total	4,480,139.56	6,301,887

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Other committee expenses		
Committee allowance	4,078,950	3,084,501
TOTAL	4,078,950	3,084,501

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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	550,700	2,813,024
Electricity	-	-
Water & sewerage charges	-	-
Office rent	-	-
Communication, supplies and services	177,380	416,885
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	-	-
Insurance costs	-	-
Office and general supplies and services	375,197	-
Fuel , oil & lubricants	-	-
Other operating expenses	-	-
Bank service commission and charges	-	-
Other Operating Expenses	-	180,800
Routine maintenance - vehicles and other transport equipment	897,340	695,570
TOTAL	2,000,617	5,215,789

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to Primary Schools (See Attached List)	10,806,900	71,900,000
Transfers to Secondary Schools (See Attached List)	6,000,000	33,400,000
Transfers to Tertiary Institutions (See Attached List)	-	-
Total	16,806,900	105,300,000

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary - (see attached list)	45,375,900	44,578,136
Bursary - (see attached list)	-	-
Bursary- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
security Projects (see attached list)	-	4,500,000
Roads Projects (see attached list)	4,745,560.00	-
Sports Projects (see attached list)	2,515,625	1,841,873
Environment Projects (see attached list)	1,206,000	1,341,777
Emergency Projects (see attached list)	2,773,000.00	9,985,036
TOTAL	56,616,085.00	62,246,822

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	Insert current FY	Insert previous FY
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	-

10. Oversight Committee Expenses

	2022-2023	Insert Previous FY
	Kshs	Kshs
	-	-
	-	-
	-	-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	2,980,000	-
ICT Hub	-	-
Total	2,980,000	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)	150,568	113,260
Name Of Bank, Account No. 1001041832100.00	-	-
Total	150,568	113,260
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-

13. Outstanding Imprests

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

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	Insert current FY	Insert previous FY
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

14 B. Gratuity	Insert current FY	Insert previous FY
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	2022-2023 (1 st July 2022)	2021-2022 (1 st July 2021)
	Kshs	Kshs
Bank accounts	150,568	113,260
Cash in hand		
Imprest		
Total	150,568	113,260

16. Prior Year Adjustments

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

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

17. Changes In Accounts Receivable – Outstanding Imprests

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

18. Changes In Accounts Payable – Deposits and Retentions

	Insert current FY	Insert previous FY
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	Insert current FY	Insert previous FY
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	Insert current FY	Insert previous FY
	Kshs	Kshs
NGCDFC Staff	-	-
Others (specify)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of Employees	663,592	(10,000)
Committee Expenses	2,093,465	205
Use of goods and services	125,686	0
Transfers to Other Government Units	42,194,050	123,055
Other grants and transfers	20,005,949	
Other Payments	520,000	-
Acquisition of assets	295,000	-
Total	65,897,743	113,260

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19.4 : PMC account balances (See Annex 5)

PMC account balances (see attached list)	228,996.25	5,849,312
Total	228,996.25	5,849,312

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XV. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 20xx	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Compensation of employees		966,453	(10,000)	
Use of goods & services		1,516,290	205	
Amounts due to other Government entities		40,194,000	0	
Sub-Total		42,676,743		
Amounts due to other grants and other transfers		21,818,357		
Bursaries-tertiary		501,426	76,157	
Sports		86,216	46,898	
Sub-Total		-	123,055	
Acquisition of assets		295,000.00		
Others (specify)-Strategic plan		520,000.00		
Sub-Total				
Funds pending approval				
Grand Total		65,897,742	113,260	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	9,882,100.00			9,882,100.00
Buildings and structures	1,692,595.00			1,692,595.00
Transport equipment	6,530,060.00			6,530,060.00
Office equipment, furniture and fittings				
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	18,104,755			18,104,755

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Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Previous FY
ERORET PRIMARY SCHOOL	NBK-Narok	01024041767602	220.40	
OLOORETET PRIMARY SCHOOL	NBK-Narok	01022235852200	6,260.00	
OLENKULUO PRIMARY SCHOOL	NBK-Narok	01024105700000	1,490.00	
KAPKURES PRIMARY SCHOOL	NBK-Narok	01022239074000	17,775.00	
TIFO PRIMARY SCHOOL	NBK-Narok	01022081936900	1,970.00	
LETAARI PRIMARY SCHOOL	NBK-Narok	01022209084800	670.00	
ILTRIBEN PRIMARY SCHOOL	NBK-Narok	01022235852200	975.85	
PARBURUSH PRIMARY SCHOOL	NBK-Narok	01022237900300	775.00	
ENKOYIANKALANI PRIMARY SCHOOL	NBK-Narok	01024042539801	187,775.00	
SAIRE PRIMARY SCHOOL	NBK-Narok	01026041767702	1,020.00	
KOTOLIAN SEC SCHOOL	NBK-Narok	01022217993000	6,260.00	
NAISUDORI SEC SCHOOL	NBK-Narok	01022235852200	3,805.00	
SOGOO PRIMARY SCHOOL	NBK-Narok	01022235546400		1,050.00
MASAANTARE PRIMARY SCHOOL	NBK-Narok	01024081969700		2,804,630.00
EMPOOR NAROK PRIMARY SCHOOL	NBK-Narok	01022239574100		1,175.00
KAPSINANTE PRIMARY SCHOOL	NBK-Narok	0124041667502		1,215.00
CHEPARES PRIMARY SCHOOL	NBK-Narok	01022234884800		890.00

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Previous FY
NASERIAN OSUPUKO PRIMARY SCHOOL	NBK-Narok	01022238295300		1,775.00
OLEKUSEROI PRIMARY SCHOOL	NBK-Narok	01022224439200		3,430.00
OLCHORO ONYOKIE PRI SCHOOL	NBK-Narok	01022239389400		850.00
ESIMENDWA PRIMARY SCHOOL	NBK-Narok	01024042582100		1,064.00
ERORET PRIMARY SCHOOL	NBK-Narok	01024041987301		-
NADUPOI PRIMARY SCHOOL	NBK-Narok	01022227169200		7,775.00
NTEREN PRIMARY SCHOOL	NBK-Narok	01022235852200		650.00
OLDANYATI PRIMARY SCHOOL	NBK-Narok	01024105700000		276.00
OLE MUNA PRIMARY SCHOOL	NBK-Narok	01022239074000		775.00
OLE NKOIRIEN PRIMARY SCHOOL	NBK-Narok	01022081936900		-
CHEPKWENDO PRIMARY SCHOOL	NBK-Narok	01022209084800		460.00
LELESHWANI PRIMARY SCHOOL	NBK-Narok	01022235852200		155.00
OLOIGERUNO PRIMARY SCHOOL	NBK-Narok	01022237900300		550.00
OLOOLAISER PRIMARY SCHOOL	NBK-Narok	01024042539801		1,170.00
EOR EWUASO PRIMARY SCHOOL	NBK-Narok	01026041767702		1,080.00
EMURUA E LERAI PRIMARY	NBK-Narok	01022217993000		930.00
ILKUJUKA PRIMARY SCHOOL	NBK-Narok	01024081945300		630.00
TARAKWA PRIMARY SCHOOL	NBK-Narok	01022208625600		1,740.00
ENTASEKERA PRIMARY SCHOOL	NBK-Narok	01024116445802		14,700.00

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Previous FY
OLOORETET PRIMARY SCHOOL	NBK-Narok	01022218045200		1,430.00
OSERO LE MPERE PRI SCHOOL	NBK-Narok	01022242746800		2,775.00
NKOPON PRIMARY SCHOOL	NBK-Narok	01024116445802		3,050.00
ONGATA NARROPIL PRI SCHOOL	NBK-Narok	01022242745700		775.00
OLOISUKUT PRIMARY SCHOOL	NBK-Narok	01024116445802		1,010.00
OLPUKOTI PRIMARY SCHOOL	NBK-Narok	01024041768702		4,049.00
OLMUKONGE PRIMARY SCHOOL	NBK-Narok	01022206160100		1,560.00
ENAIREBUK PRIMARY SCHOOL	NBK-Narok	01024105691900		170.00
CHEPKUTEI PRIMARY SCHOOL	NBK-Narok	01022243252800		2,775.00
OLENKOIRIEN PRIMARY SCHOOL	NBK-Narok	01022206160100		700.00
OLASHAPANI PRIMARY SCHOOL	NBK-Narok	01024042605901		10,090.00
OSOTUA PRIMARY SCHOOL	NBK-Narok	01022246978600		187,175.00
OLTARAWKAI PRIMARY SCHOOL	NBK-Narok	01022206160100		30,770.00
ENTIAPIRI PRIMARY SCHOOL	NBK-Narok	01022216846100		400,130.00
OLENKULUO PRIMARY SCHOOL	NBK-Narok	01022206430200		1,490.00
KAPKURES PRIMARY SCHOOL	NBK-Narok	01022246390700		200,775.00
ENOOSOKON PRIMARY SCHOOL	NBK-Narok	01024042539801		890.00
ERORET PRIMARY SCHOOL	NBK-Narok	01026041767702		450.00
OLASHAPANI PRIMARY SCHOOL	NBK-Narok	01022217993000		

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PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Previous FY
				855.00
OSUKUNWA PRIMARY SCHOOL	NBK-Narok	01024081945300		1,230.00
ILKERIN SECONDARY SCHOOL	NBK-Narok	01022237898900		2,855.00
SAIRE SEC SCHOOL	NBK-Narok	01022217370801		6,713.00
LOITA GIRLS SEC SCHOOL	NBK-Narok	01022216950000		840.00
MASAANTARE SEC SCHOOL	NBK-Narok	01022242746300		50.00
KAPKATET SEC SCHOOL	NBK-Narok	01037042721000		-
OLOOLNGANAYIO SEC SCHOOL	NBK-Narok	01022237898900		15,400.00
TUMUIYOT SECONDARY SCHOOL	NBK-Narok	01022237698700		8,900.00
OLMEKENYU SECONDARY SCHOOL	NBK-Narok	01022243586600		2,065,775.00
SAIRE SECONDARY SCHOOL	NBK-Narok	01022242746800		16,400.00
ERETETI SECONDARY SCHOOL	NBK-Narok	01024116445802		7,450.00
OLENKANE SECONDARY SCHOOL	NBK-Narok	01022242745700		880.00
KOTOLIAN SECONDARY SCHOOL	NBK-Narok	01024116445802		9,600.00
KOTOLIAN SECONDARY SCHOOL	NBK-Narok	01022064453000		6,260.00
NAROK SOUTH POLICE STATION	NBK-Narok	01022242746300		895.00
OLOLEPO PRIMARY SCHOOL	NBK-Narok	01022064453000		8,175.00
		TOTAL	228,996.25	5,849,312

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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)
4.1 Presentation and Accuracy of Financial Statements	<p>A review of the financial statements availed for audit review revealed the following anomalies:</p> <ul style="list-style-type: none"> i) The financial statements are not properly paginated ii) The chairman's report has not been titled iii) The comparative figures reflected in the financial statements vary with the figures reflected in the audited 2022/2022 financial statements iv) The statement of assets and liabilities reflects total financial liabilities figure of Kshs.84,501 which is not supported v) The prior year payments adjustments for compensation of employees, use of goods and services, transfers to other government entities and other grants and transfers reflected in the summary of appropriation vary with the figures reflected in note 17.3 to the financial statements <p>Effect The financial statements are not accurately presented in accordance with International Public Sector Accounting Standards</p> <p>Recommendation</p>	The financial statements were amended accordingly	Resolved	30 th June 2023

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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)
	The management should amend the financial statements accordingly.			
4.2 Compensation of Employees	<p>Finding Included in the compensation of employees' figure of Kshs.3,769,310 of reflected in the statement of receipts and payments is NG-CDF basic staff salaries figure of Kshs.3,680,558 which vary with the payroll figure of Kshs.3,722,963 resulting to a variance of Kshs.42,405 which has not been explained. Further, the compensation of employees' figure of Kshs.3,769,310 include employer contributions compulsory national social security schemes figure of Kshs.88,752 which vary with the figure Kshs.36,000 resulting to a variance of Kshs.52,752 which has also not been explained.</p> <p>Effect The validity and accuracy of compensation of employees' expenditure of Kshs.3,769,310 for the year ended 30 June 2022 could not confirmed.</p> <p>Recommendation The management reconcile the financial statements figure and the payroll figure and amend the financial statements accordingly</p>	The Financial statements were reconciled accordingly	Resolved	30 th June 2023
Other Committee Allowances	<p>Finding Included in the use of goods and service figure of Kshs.7,698,137 reflected in the statement of receipts and payments is other committee expenses of Kshs.5,592,524 relating allowances paid to constituency committee members which should have been charged to committee allowances. A</p>	Documentary evidence was availed to the auditors for verification	Resolved	30 th June 2023

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Reference No. on the external audit Report	Issue / Observation from Auditor	Management Comments	Issue Resolved / Not Resolved	All Items (But not where you have indicated to be resolved)
	<p>review documents availed for audit revealed that the other committee expenses of Kshs.5,592,524 included cash expenditure of Hshs.4,952,425 incurred on specific dates as shown in Appendix I. However, invitation to the meeting, signed attendance register and minutes of the meeting were not availed for audit verification. Further, no explanation was availed for the multiple payments made on specific dates.</p> <p>Effect The validity, accuracy and propriety of other committee expenses of Kshs.5,592,524 for the year ended 30 June 2022 could not be confirmed.</p> <p>Recommendation The management should avail documentary evidence in support other committee expenses of Kshs.5,592,524.</p>			

FUND ACCOUNT MANAGER
NAROK SOUTH NGCDF
 P. O. Box 99 - 20503
 OLOLOLUNJA
 William Saitoti
 Name

Fund Account Manager.