

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

PARLIAMENT
OF KENYA
LIBRARY

THE NATIONAL ASSEMBLY	
DATE: 20 JUL 2023	DAY: WED
TABLED BY: OF	Hon Naomi Wado, MP Deputy majority whip
CLERK-AT-THE-TABLE:	Finlay's MURAKI

THE AUDITOR-GENERAL

ON

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

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





POKOT SOUTH CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

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

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

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I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- 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 Pokot South Constituency NGCDF day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)

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ii. National Government Constituency Development Fund Committee (NGCDFC)

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Name : Festus Kipomet
2.	Sub-County Accountant	Name : Kennedy Alubi
3.	Chairman NGCDFC	Name : Julius Siwareng
4.	Member NGCDFC	Name : Jacob Yarangole

(d) Fiduciary Oversight Arrangements

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

(e) Pokot South Constituency NG-CDF Office

P.O. Box 681-30600, KAPENGURIA
Chepareria Divisional HQs Building
Pokot South Constituency
Kapenguria - Lodwar Road
Nairobi, KENYA

(f) Pokot South Constituency NGCDF Contacts

Telephone: (254) 729,205,889
E-mail: cdfpokotsouth@ngcdf.go.ke
Website: www.cdf.go.ke

(g) Pokot South Constituency NGCDF Bankers

Equity Bank Kapenguria
A/c no: 1070261730873
P.O BOX 75104
KAPENGURIA

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDF Chairman's Report



Julius Siwareng
Pokot South NG-CDF Chairman

The total allocation for Pokot South NG-CDF in the Financial Year 2021/2022 was Kshs 137,088,879. The balance brought forward from the Financial Year 2020/2021 was Kshs 15,716,954. As at 30th June 2021, the total amount owing to the Pokot South Constituency from the NG-CDF Board was Kshs 45,088,879.

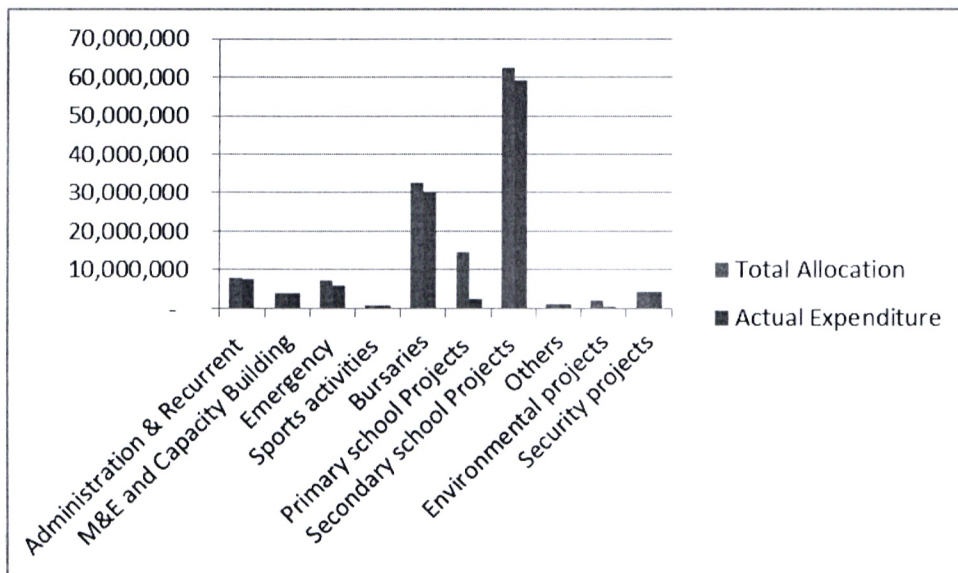
Pokot South Constituency received a total of Kshs 170,088,879 during the year from the Board. This translates to a total of Kshs 185,805,833 as the available funds during the year.

During the year under review, Pokot South NG-CDF was able to spent Kshs 176,363,562.

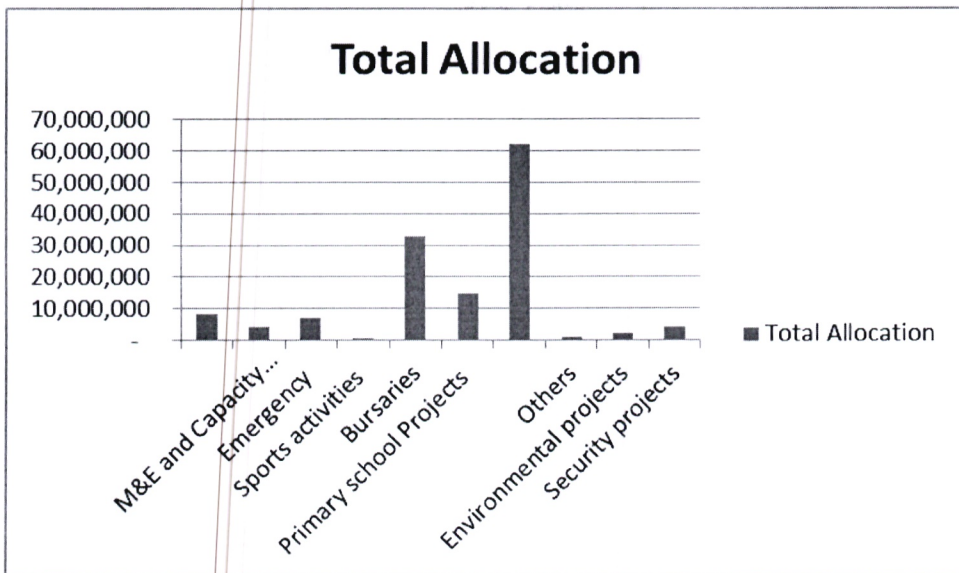
This represents 95% of the received funds during the year. Thus, interpreted as 95% of the projects have been funded at the end of the year.

Pokot south NG-CDF has noted the following:

- There is need for timely disbursements from the board to avoid delays in project implementation.
- Project funding and implementation is determined by the funding from the NG-CDF Board
- There is need for more allocation of funds to the constituency to achieve the intended purpose of the NG-CDF funds of poverty reduction at the constituency level
- Education sector is still in dire need for massive infrastructure in the constituency



The year allocations against actual expenditures per sector



Allocations to various programs

Key achievements in the financial year 2021/2022:

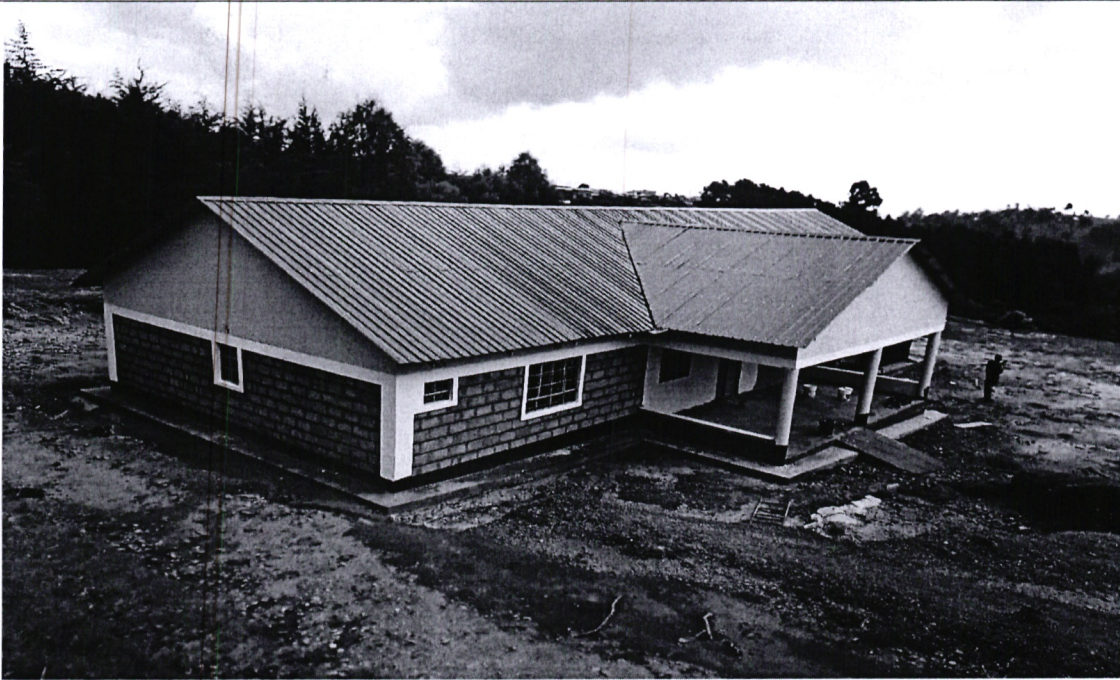
Pokot South Constituency planned to implement 41 projects in the year 2021/2022 as at 30th June 2022, however as at the above stated date the NG-CDFCs only implemented 19 projects with 11 projects complete and 8 projects are ongoing. This was occasioned by the delayed funding from the NG-CDF Board to the constituency



Fig. 1: Mbayai Central primary school. Construction of 2 Classrooms to completion at kshs 2,500,000 aimed to accommodate 80 pupils. FY2021/2022



Fig. 2 above: Chemoril Secondary School. Construction of 3 Classrooms to completion at kshs 3,400,000 aimed to accommodate 120 students. FY2021/2022



**Fig. 3: St. Mathias Mulumba Secondary School – Construction of Administration Block
Funded kshs 3,455,567 in the FY 2021/2022 to accommodate 20 staff members**

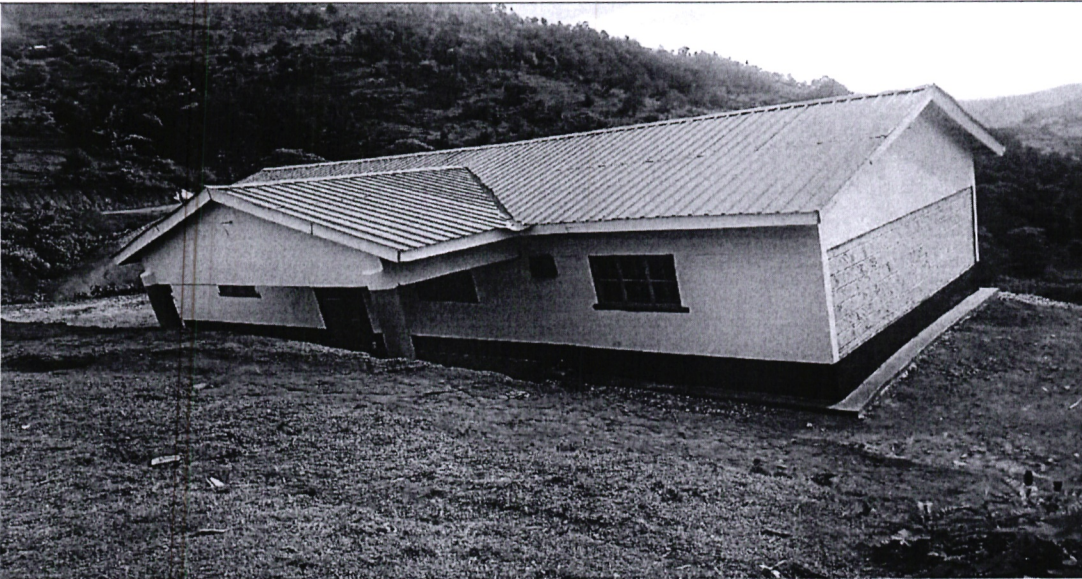


Fig. 4: Parua Chiefs office, Construction of 5 roomed chief's office at kshs 3,088,866 in FY 2021/2022. To accommodate 5 officers

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Pokot South NG-CDF has implementation challenges which include;

- Delays in project implementation by the project management committee
- Inadequate allocation of funds to the constituency
- Delayed funding to the constituency from the NG-CDF Board
- Delayed delivery of building materials due to poor infrastructure in the upper part of the constituency
- Political interference
- Poor documentation of project files by the PMCs
- Misunderstanding amongst the PMCs

Pokot South NG-CDF recommendations:

- Timely funding to avoid delays.
- Adequate allocation of funds to Constituency
- Improved road network within the constituency for easy movement of materials
- Adequate training of PMCs regarding NG-CDF projects files and funds management



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**Name: Julius Siwareng
CHAIRMAN NGCDF COMMITTEE**



III. Statement of Performance against Predetermined Objectives for FY2021/22

Introduction

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

The key development objective of NGCDF-POKOT SOUTH Constituency's 2018-2022 plans: Pokot South is a constituency within West Pokot County in the North rift whose latent for growth is promising. The constituency prides itself of being very potent and among the most capable constituents, its geographical location and the existence of vast untapped natural resources. The recognition of its potential development and growth majorly depends on its process of planning for and regulating physical and economic development that capitalize on reliable opportunities and prudent financial and administrative threads.

In underscoring the planning of the constituency, the National Government Constituency Development Fund Committee (NG-CDFC) in its strategic plan (2018-2022) outlined key strategic objectives that were to be used to spur development in the constituency. The plan sort to contribute towards the identification of how and where development programmes identified will be implemented especially in the economic activities with special focus on marketing and value addition, improved social infrastructure, better education and improved governance. It was anticipated that this will help in achieving food security, improved quality of education, health care for all, expanded access to ICT and environmental conservation among others.

Key development objectives of NG-CDF Pokot South Constituency

To achieve the above, key development objectives of NG-CDFC-Pokot South Constituency's 2018-2022 strategic plans included but not limited to;

I. Strategic Area One: Education.

Objective: Become a national model of education by improving schools infrastructure, Improving performance, reducing dropout rates and increasing primary, secondary and higher education transition rates.

Initiative 1: Develop and enhance schools infrastructure to enhance facilities and provide Conducive learning environment for children.

Initiative 2: Enhance and develop social programmes that support education within the Constituency.

II. Strategic Area Two: Water and Environment.

Objective: Improve access to clean water and a more sustainable and conserved environment in Pokot South constituency through natural resource conservation initiatives.

Initiative 1: Initiate and enhance conservation programs within the constituency.

Initiative 2: Water and Sanitation: To ensure water sustainability in the Constituency, and better sanitation facilities in learning institution in Pokot South Constituency.

III. Strategic Area Three: Security

Objective: Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery and make the constituency secure.

Initiative: Improving infrastructure and service delivery

IV. Strategic Area Four: Sports.

Objective: Empower and develop youth and special groups to reduce dependence and spur economic growth through sports

Initiative: Develop and empower youth and special groups through sports activities in the constituency.

V. Strategic Area Five: Information Communication and Technology (ICT)

Objective: Enhance access to information and technology of Pokot South residents and use ICT to enhance service delivery and spurring development.

Initiative: Enhancement of infrastructure and accessibility of ICT resources in the constituency.

Progress on attainment of Strategic development objectives

To achieve implementation and cascade the above development objectives to specific sectors, all the development objectives were made smart- specific, measurable, achievable, realistic and time-bound then converted into development outcomes, Indicators were identified for reasons of tracking progress and performance measurement specified.

The table below provides the progress on attaining the stated objectives:

Constituency Programme	Objective	Outcome	Indicator	performance
Education	Improve performance, reduce dropout rates and increase primary, secondary and higher education transition rates	Develop and enhance schools infrastructure to enhance facilities and provide conducive learning environment for children	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions Number of bursary beneficiaries at all levels	Constructed 8 new classrooms to Primary Schools, 7 new classrooms to secondary schools and renovated 26 classrooms for primary schools. Completed 1 dining hall for Tapach primary school. 5 administration blocks (1 for primary school, 2 for secondary school and 1 for tertiary institution). 7 buses each 51 seater for

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				secondary schools. 7,240 students benefited from bursaries
Water and Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	Equip schools and public facilities with sanitation facilities	Number of sanitation facilities built in primary and secondary	Constructed 5 sanitation facilities (4 Pit latrines to primary schools and 1 to secondary school)
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	Funded 2 security projects (5 roomed chiefs office, Fencing, installation of still gate and pit latrine to Kipkomo Ap camp)
Constituency Programme	Objective	Outcome	Indicator	performance
Sports	Empower and develop youth and special groups in sports	Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	Supplied a ball to 125 public schools (81 primary schools and 44 secondary schools)
Information Communication and Technology (ICT)	Enhance access to information and technology and use ICT to enhance service delivery	Publicity The constituents get information on NG-CDF activities	Number of constituents accessing internet connectivity	NGCDF has internet connectivity

IV. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Pokot 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

3. Comply with all relevant environmental legislation, regulations and approved codes of practice.
4. Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water.
5. Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources.
6. Managing and disposing of all wastage in a responsible manner;
7. Providing training for our CDFC and staff so that we all work in accordance with this and within an environmentally aware culture.
8. Regularly communicating our environmental performance to our employees and other significant stakeholders.
9. Developing our management processes to ensure that environmental factors are considered during planning and implementation.
10. Monitoring and continuously improving our environmental performance.
11. Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance.

12. Employee welfare

We invest in providing the best working environment for our employees. Pokot 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. Pokot South 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.

13. Market place practices-

Pokot 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

14. Community Engagements-

Pokot 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.

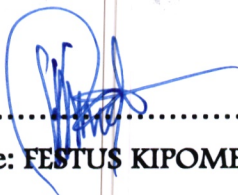
Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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

Public Awareness

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

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



Name: FESTUS KIPOMET

FUND ACCOUNT MANAGER
POKOT SOUTH NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
P. O. Box 681-30600, KAPENGURIA
Date: 12/19/2023

POKOT SOUTH NG-C.D.F OFFICE
12 APR 2023
P. O. Box 681 - 30600, KAPENGURIA

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Pokot 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, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Pokot 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, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Pokot 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.

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National Government Constituencies Development Fund (NGCDF)
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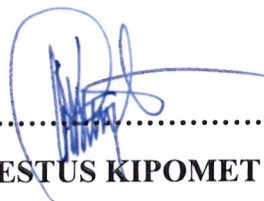
The Accounting Officer in charge of the NGCDF Pokot South Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used 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- Pokot South Constituency financial statements were approved and signed by the Accounting Officer on 12/4/2023 2023.



.....
Name: JULIUS SIWARENG
Chairman – NGCDF Committee



.....
Name: FESTUS KIPOMET
Fund Account Manager



REPUBLIC OF KENYA



Enhancing Accountability

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Pokot South Constituency set out on pages 1 to 40, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the

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

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

Basis for Qualified Opinion

1. Unsupported Education Bursary

The statement of receipts and payments reflects other grants and transfers amount of Kshs.76,873,366 as disclosed in Note 7 to the financial statements. This amount includes bursary to secondary schools' of Kshs.40,621,400 and tertiary institutions of Kshs.17,463,100. However, review of records revealed that disbursements amounting to Kshs.19,887,500 were not acknowledged by the respective learning institutions. Further, the criteria used in award of bursaries was not provided for audit.

In the circumstances, the occurrence and accuracy of bursary payments of Kshs.19,887,500 could not be confirmed.

2. Inaccurate Summary of Fixed Assets Register

Annex 4 to the financial statements - summary of fixed assets register reflects cumulative historical asset amount of Kshs.6,362,243 as at 30 June, 2022 which comprises of; transport equipment - Kshs.6,158,843, office equipment, furniture and fittings - Kshs.119,400, and ICT equipment, software and other assets - Kshs.84,000. However, the Fund's fixed assets register includes nine (9) computers donated by the National Government Constituencies Development Fund Board whose value has not been determined and included in the financial statements. Further, the Fund's assets amount decreased by Kshs.120,999 from Kshs.6,483,242 as at 30 June, 2021 to Kshs.6,362,243 as at 30 June, 2022 without any evidence of asset disposal.

In addition, ICT equipment, software and other ICT assets valued at Kshs.84,000 were not recorded in the Fund's asset register.

In the circumstances, the accuracy and completeness of the Fund's fixed assets historical cost amount of Kshs.6,362,243 could not be confirmed.

3. Unconfirmed Project Management Committee Bank Balances

Annex 5 to the financial statements - Project Management Committee (PMC) bank balances reflects cumulative balance of Kshs.20,434,523 for twenty-one (21) bank accounts. However, the cash books, bank reconciliation statements, certificate of bank

balances and bank statements for the respective bank accounts were not provided for audit. Further, during the year, development funds amounting to Kshs.93,936,100 were disbursed to thirty-seven (37) projects, an indication of non-disclosure of sixteen (16) project management committee bank balances.

In the circumstances, the accuracy and completeness of the PMC bank account balances of Kshs.20,434,523 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 - Pokot 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.

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

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.197,894,712 and Kshs.185,805,853 respectively resulting into underfunding of Kshs.12,088,879 or 6% of the budget. Similarly, the Fund spent Kshs.176,363,562 against an approved budget of Kshs.197,894,712 resulting to an under expenditure of Kshs.21,531,150 or 11% of the budget.

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

2. Unresolved Prior Year Matters

The Management has not addressed audit issues in 2020/2021 financial year report contrary to Section 149(2)(l) of the Public Finance Management Act, 2012 which require accounting officers designated for National Government entities to try to resolve any issues resulting from an audit that remain outstanding.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delay in Disbursement of Funds from the Board

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Kshs.170,088,879 during the year ended 30 June, 2022. However, the amount of Kshs.170,088,879 includes Kshs.33,000,000 or 19% of total receipts budgeted for in 2020/2021 financial year. Further, the Board had not disbursed Kshs.12,088,879 as at 30 June, 2022 relating to 2020/2021 financial year budget contrary to Section 39(2) of the National Government Constituencies Development Fund Act, 2015 which states that the disbursement of funds to the Constituency Fund account shall be effected at the beginning of the first quarter of each financial year with an initial amount equivalent to twenty-five per centum of the allocation for the constituency and thereafter the Constituency Fund account shall be replenished in three equal instalments at the beginning of the second, third and fourth quarters of the financial year and Section 40(1) which stipulates that the Board shall ensure that the list of projects forwarded to it by each constituency is, upon approval, funded in accordance with the Act.

In the circumstances, the Board is in breach of the law.

2. Transfers to Other Government Entities

The statement of receipts and payments reflects transfers to other Government units of Kshs.86,547,234 as disclosed in Note 6 to the financial statements. This amount includes transfers to primary schools' of Kshs.10,700,000, transfers to secondary schools' of Kshs.74,847,234 and to tertiary institutions of Kshs.1,000,000.

The following unsatisfactory observations were made:

2.1 Mbayai Central Primary School

Included in transfers to primary schools' amount of Kshs.10,700,000 is Kshs.1,500,000 paid Mbayai Central Primary School for construction of two (2) classrooms to completion. However, project contract, expenditure returns, reports detailing particulars of project proposals, project funding, approved drawings and structural designs, signed contractual inspection and acceptance reports and CDFC monitoring, and evaluation reports were not provided for audit.

Audit inspection of the project conducted in March, 2023 revealed that the project was at the lintel level, one side of the structure wall for each of the two classrooms was not constructed and the contractor was not on site and no work was ongoing despite Kshs.1,500,000 having been paid to the contractor.

2.2 Lomuke Secondary School

Included in the transfers to secondary schools' amount of Kshs.74,847,234 is Kshs.4,955,567 paid to St. Paul Lomuke Secondary School for construction of administration block. However, the Fund Management did not provide tender advertisement notice, opening tender committee minutes and attendance register, tender

evaluation and awarding committee minutes and attendance register, CDFC monitoring and evaluation reports and works completion certificates for audit.

Project inspection carried out in March, 2023 revealed that plumbing works, wall painting, electrical works, construction of latrines and rainwater installations items that include gutters, ridges and swan neck were not done. The contractor was not on site and no work was ongoing.

In the circumstances, the Fund did not get value for money on expenditure.

3. Lack of Clerk of Works

Review of records revealed that the Fund budgeted for projects valued at Kshs.93,936,100 for implementation which involved extensive civils works. However, the Fund Management did not engage the services of a technical staff – clerk of works to assist in the project implementation contrary to Section 45(1) of the National Government Constituencies Development Fund Act, 2015.

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

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 overall 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 control as Management determines is necessary to enable the preparation of financial statements that are free from material

misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit

the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 June, 2023


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

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


	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	170,088,879	161,367,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		170,088,879	161,367,724
Payments			
Compensation Of Employees	4	2,734,716	3,856,543
Use Of Goods and Services	5	10,208,246	9,175,312
Transfers To Other Government Units	6	86,547,234	89,850,000
Other Grants and Transfers	7	76,873,366	47,871,000
Acquisition Of Assets	8	-	-
Other Payments	9	-	-
Total Payments		176,363,562	150,752,855
Surplus/(Deficit)		<u>(6,274,683)</u>	<u>10,614,869</u>

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


The Constituency financial statements were approved on 12/4/ 2023 and signed by:


Fund Account Manager

Name: Festus Kipomet


National Sub-County
Accountant

Name: Kennedy Alubi
ICPAK M/No: 14430


Chairman NG-CDF
Committee

Name: Julius Siwareng



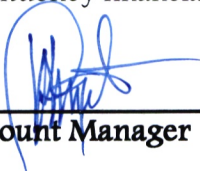
*Pokot South Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

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

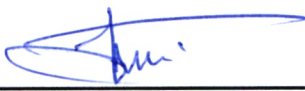
	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	9,442,271	15,716,954
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		9,442,271	15,716,954
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		9,442,271	15,716,954
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities			
Net Financial Assets		<u>9,442,271</u>	<u>15,716,954</u>
Represented By			
Fund Balance B/Fwd 1 st July	13	15,716,954	4,822,085
Prior Year Adjustments	14		280,000
Surplus/Deficit for The Year		(6,274,683)	10,614,869
Net Financial Position		<u>9,442,271</u>	<u>15,716,954</u>

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


The Constituency financial statements were approved on 12/6/2023 2023 and signed by:



Fund Account Manager



National Sub-County
Accountant



Chairman NG-CDF
Committee

Name: Festus Kipomet

Name: Kennedy Alubi
ICPAK M/No: 14430

Name: Julius Siwareng



Pokot South Constituency
National Government Constituencies Development Fund (NGCDF)
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Statement of Cash Flows for the Year Ended 30th June 2022


	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	170,088,879	161,367,724
Other Receipts	3	-	
Total Receipts		170,088,879	161,367,724
Payments			
Compensation Of Employees	4	2,734,716	3,856,543
Use Of Goods and Services	5	10,208,246	9,175,312
Transfers To Other Government Units	6	86,547,234	89,850,000
Other Grants and Transfers	7	76,873,366	47,871,000
Other Payments	9	-	-
Total Payments		176,363,562	150,752,855
Total Receipts Less Total Payments		(6,274,683)	10,614,869
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	280,000
Net Cash Flow from Operating Activities		(6,274,683)	10,894,869
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	-	-
Net Cash Flows from Investing Activities		-	-
Net Increase In Cash And Cash Equivalent		(6,274,683)	10,894,869
Cash & Cash Equivalent At Start Of The Year	10	15,716,954	4,822,085
Cash & Cash Equivalent At End Of The Year	10	9,442,271	15,716,954

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

The Constituency financial statements were approved on 12/4/2023 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name: Festus Kipomet

Name: Kennedy Alubi
ICPAK M/No:14430

Name: Julius Siwareng



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

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

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	A	b		c=a+b	d	e=c-d	f=d/c %
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2021/2022	30/06/2022		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers From NGCDF Board	137,088,879	15,716,954	45,088,879	197,894,712	185,805,833	12,088,879	93.9%
Proceeds From Sale of Assets	0	0	0	0	-	-	0
Other Receipts	0	0	0	0	-	-	0%
Totals	137,088,879	15,716,954	45,088,879	197,894,712	185,805,833	12,088,879	93.9%
Payments							
Compensation Of Employees	3,050,800	698,057	0	3,748,857	2,734,716	1,014,141	72.9%
Use Of Goods and Services	9,196,522	139,859	1,000,000	10,336,381	10,208,246	128,135	98.8%
Transfers To Other Government Units	77,890,484	11,600,000	12,486,750	101,977,234	86,547,234	15,430,000	84.9%
Other Grants and Transfers	46,951,073	3,279,038	31,602,129	81,832,240	76,873,366	4,958,874	93.9%
Acquisition Of Assets	0	0	0	0	-	-	0.0%
Other Payments	0	0	0	0	-	-	0.0%
Funds Pending Approval**	0	0	0	0	-	-	0.0%
Totals	137,088,879	15,716,954	45,088,879	197,894,712	176,363,562	21,531,150	89.1%

***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.*

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


Explanatory Notes.

- (a) In the year under review Pokot South Constituency did not manage to generate any AIA.
 (b) (Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]
 i. The 72.9% on compensation of employees is below 90% due to unpaid gratuity which will be paid at the end of the contract period
 ii. 84.9% on transfer to other government units is below 90% because the Board did disburse all the funds to the constituency as at close of the financial year

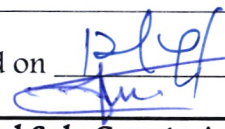
The changes between the original and final budget is as a result of the Balance brought forward of kshs 15,716,954 from the previous year and Previous Years' Outstanding disbursements of kshs 45,088,879.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	21,531,150
Less undisbursed funds receivable from the Board as at 30 th June 2022	12,088,879
	9,442,271
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	9,442,271

The Constituency financial statements were approved on 12/4/2023 and signed by:


Fund Account Manager

Name: Festus Kipomet


National Sub-County Accountant

Name: Kennedy Alubi
ICPAK M/No: 14430


Chairman NG-CDF Committee

Name: Julius Siwareng



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

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,050,800	698,057		3,748,857	2,734,716	1,014,141
1.2 Committee allowances	2,945,000	20,000	-	2,965,000	2,965,000	-
1.3 Use of goods and services	2,138,922	12,835	-	2,151,757	2,122,926	28,831
Total	8,134,722	730,892	-	8,865,614	7,822,642	1,042,972
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,000,000	-	1,000,000	2,000,000	2,000,000	-
2.2 Committee allowances	1,900,000	-		1,900,000	1,805,000	95,000
2.3 Use of goods and services	1,212,600	107,024		1,319,624	1,315,320	4,304
Total	4,112,600	107,024	1,000,000	5,219,624	5,120,320	99,304
3.0 Emergency						
3.1 Primary Schools	6,750,000	1,000,000	1,250,000	9,000,000	9,000,000	-
3.2 Secondary schools	-	500,000	-	500,000	500,000	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-
3.5 Unutilised	442,207	239,038	445,629	1,126,874		1,126,874
Total	7,192,207	1,739,038	1,695,629	10,626,874	9,500,000	1,126,874

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.0 Bursary and Social Security				-		
4.1 Secondary Schools	22,700,000	350,000	19,816,500	42,866,500	40,621,400	2,245,100
4.2 Tertiary Institutions	10,000,000	490,000	6,990,000	17,480,000	17,463,100	16,900
4.3 Social Security	-	-	-	-	-	-
4.4 Special Needs	-	-	-	-	-	-
Total	32,700,000	840,000	26,806,500	60,346,500	58,084,500	2,262,000
5.0 Sports						
5.1	700,000	-	1,200,000	1,900,000	1,900,000	-
Total	700,000	-	1,200,000	1,900,000	1,900,000	-
6.0 Environment						
Saramee Primary School		200,000		200,000	200,000	-
Purmotoy Primary School		500,000		500,000	500,000	-
Psutonu Primary School			200,000	200,000	200,000	-
Chesra Primary School			350,000	350,000	350,000	-
Kaikai Primary School			350,000	350,000	350,000	-
St. Joseph Kaalotwari Secondary School	500,000			500,000	500,000	-
Kapsokero Primary School	300,000			300,000		300,000
Kachemogen Primary School	400,000			400,000		400,000
Kaplelach Primary School	500,000			500,000		500,000

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Telo Primary School	370,000			370,000		370,000
Total	2,070,000	700,000	900,000	3,670,000	2,100,000	1,570,000
7.0 Primary Schools Projects						
Salama Primary School		500,000		500,000	500,000	-
Empoghat Daystar Primary School		500,000		500,000	500,000	-
Chepungon Primary School		600,000		600,000	600,000	-
Chemoril Primary School		500,000		500,000	500,000	-
Chelal Primary School		800,000		800,000	800,000	-
Cheptapesia Primary School		500,000		500,000	500,000	-
Mbayai Central Primary School		500,000		500,000	500,000	-
Monjorwa Primary School		800,000		800,000	800,000	-
Timorwo Primary School		800,000		800,000	800,000	-
Pilil Primary School		800,000		800,000	800,000	-
Lomuke Primary School		650,000		650,000	650,000	-
Chorok Primary School		800,000		800,000	800,000	-
Kapsait Primary School		650,000		650,000	650,000	-
Rekeret Primary School	800,000			800,000		800,000
Marsitot Primary School	500,000			500,000		500,000
Kakalas Primary School	500,000			500,000		500,000
Sinaya Primary School	400,000			400,000		400,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance	Previous Years'			
		(C/Bk) and AIA	Outstanding Disbursements			
	2021/2022					
Tachit Primary School	650,000			650,000		650,000
Psukuno Primary School	650,000			650,000		650,000
Parayon Primary School	700,000			700,000		700,000
Kaptala Primary School	800,000			800,000	800,000	-
Kapkanyar Primary School	800,000			800,000		800,000
Manian Primary School	400,000			400,000		400,000
Tapach Primary School	1,500,000			1,500,000		1,500,000
Nyarkulian Primary School	800,000			800,000		800,000
Sondany Primary School	530,000			530,000		530,000
Kadough Primary School	700,000			700,000		700,000
Chepropogh Primary School	900,000			900,000		900,000
Tomnyer Primary School	800,000			800,000		800,000
Kisai Primary School	600,000			600,000		600,000
Mbayai Central Primary School	2,500,000			2,500,000	1,500,000	1,000,000
Total	14,530,000	8,400,000	-	22,930,000	10,700,000	12,230,000
8.0 Secondary Schools Projects						
E.L.C.K Chemolo Secondary School		200,000		200,000	200,000	-
Christ the King Mixed Secondary School - Senetwo	700,000			700,000		700,000
Shalpogh Mixed Secondary School	800,000			800,000		800,000
St. Luke Ptop Secondary School	800,000			800,000		800,000

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Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kochiy Mixed Day Secondary School	900,000			900,000		900,000
Chemoril Mixed Day Secondary School	3,400,000			3,400,000	3,400,000	-
St. Mary's of Mercy Pserum Girls Secondary School	9,762,300			9,762,300	9,762,300	-
St. Maurice Mokoyon Mixed Secondary School	9,762,300			9,762,300	9,762,300	-
St. Isaiah Kapchikar Mixed Secondary School	9,762,300			9,762,300	9,762,300	-
Sekution Mixed Secondary School	9,762,300			9,762,300	9,762,300	-
St. Mulumba Mixed Day Sec School	2,600,050		4,162,250	6,762,300	6,762,300	-
E.L.C.K Chepareria Mixed Day Secondary School	2,600,050		4,162,250	6,762,300	6,762,300	-
Parua Mixed Day & Boarding Secondary School	2,600,050		4,162,250	6,762,300	6,762,300	-
St. Paul Lomuke Secondary School	3,455,567	1,500,000		4,955,567	4,955,567	-
St. Mulumba Mixed Day Secondary School	3,455,567	1,500,000		4,955,567	4,955,567	-
Psiywo Mixed Day Secondary School	2,000,000			2,000,000	2,000,000	-
Total	62,360,484	3,200,000	12,486,750	78,047,234	74,847,234	3,200,000
9.0 Tertiary institutions Projects				-		-
Kabichbich Education office	1,000,000	-	-	1,000,000	1,000,000	-
Total	1,000,000			1,000,000	1,000,000	-
10.0 Security Projects				-		-
Chepkopegh Location Chief's Office	-	-	500,000	500,000	500,000	

*Pokot South Constituency
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Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kaptabuk Location Chief's Office	-	-	500,000	500,000	500,000	-
Chepareria Division Office	1,200,000	-	-	1,200,000	1,200,000	-
Parua Location Chief's office	3,088,866	-	-	3,088,866	3,088,866	-
Total	4,288,866	-	1,000,000	5,288,866	5,288,866	-
11.0 Acquisition of assets						
Total	-	-	-	-	-	-
12.0 Other payments						
Total		-	-	-	-	-
13.0 unallocated fund						
Unapproved projects						-
AIA						-
PMC savings						
Total			-	-	-	-
	137,088,879	15,716,954	45,088,879	197,894,712	176,363,562	21,531,150

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Pokot 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 Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

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

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

15. Related Party Transactions

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

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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO. B 104501		15,000,000
AIE NO. B 104670		20,000,000
AIE NO. A 823713		34,367,724
AIE NO. B 124649		9,000,000
AIE NO. B 119623		8,500,000
AIE NO. B 128013		13,000,000
AIE NO. B 128255		6,900,000
AIE NO. B 132016		6,000,000
AIE NO. B 132310		6,000,000
AIE NO. B 138979		13,000,000
AIE NO. B 126271		7,000,000
AIE NO. B 105066		10,600,000
AIE NO. B 140710		12,000,000
AIE NO. B 105264	33,000,000	
AIE NO. B 105547	44,000,000	
AIE NO. B 105911	22,000,000	
AIE NO. B 128676	5,000,000	
AIE NO. B 128987	12,000,000	
AIE NO. B 154183	12,000,000	
AIE NO. B 154408	18,000,000	
AIE NO. B 155519	24,088,879	
TOTAL	170,088,879	161,367,724

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Notes To the Financial Statements (Continued)

2. Proceeds From Sale of Assets

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

3. Other Receipts

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

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,238,000	2,179,800
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	353,916	1,535,743
Employer Contributions Compulsory national social security schemes	142,800	141,000
Total	2,734,716	3,856,543

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Notes To the Financial Statements (Continued)

5. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	2,965,000	1,800,000
Utilities, supplies and services	475,000	1,375,000
Communication, supplies and services	32,650	9,450
Domestic travel and subsistence	-	0
Printing, advertising and information supplies & services	-	23,200
Rentals of produced assets	-	-
Training expenses	2,000,000	1,000,000
Hospitality supplies and services	101,090	31,600
Other committee expenses		
Committee allowance	1,085,000	2,925,000
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	581,430	353,615
Fuel, oil & lubricants	1,035,226	800,987
Other operating expenses	1,140,000	-
Bank service commission and Charges	137,970	87,500
Routine maintenance – vehicles and other transport equipment	654,880	530,000
Routine maintenance – other assets	-	238,960
Total	10,208,246	9,175,312

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Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	10,700,000	57,350,000
Transfers To Secondary Schools (See Attached List)	74,847,234	32,500,000
Transfers To Tertiary Institutions (See Attached List)	1,000,000	
Total	86,547,234	89,850,000

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	40,621,400	26,389,000
Bursary – tertiary institutions (see attached list)	17,463,100	10,032,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	
Security projects (see attached list)	5,288,866	2,300,000
Sports projects (see attached list)	1,900,000	-
Environment projects (see attached list)	2,100,000	1,100,000
Emergency projects (see attached list)	9,500,000	8,050,000
Total	76,873,366	47,871,000

8. Acquisition Of Assets

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

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Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)	9,442,271	15,716,954
<i>Name Of Bank, Account No. 0261730873</i>		
Total	9,442,271	15,716,954
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

11: Outstanding Imprests

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

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Notes to the Financial Statement Continued

12A. Retention

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

12B. Gratuity

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

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	15,716,954	4,822,085
Cash in hand	-	-
Imprest	-	-
Total	15,716,954	4,822,085

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Notes To the Financial Statements (Continued)

14. Prior Year Adjustments

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

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

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	0	-
Imprest issued during the year (B)	7,505,000	-
Imprest surrendered during the Year (C)	7,505,000	-
closing accounts in account receivables D= A+B-C	0	-
Changes in Account Receivables E= D-A	0	-

16. Changes in Accounts Payable – Deposits and Retentions

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

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Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	1,010,941	694,857
Others (<i>specify</i>)	-	-
Total	1,010,941	694,857

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	1,010,941	694,857
Use of goods and services	123,831	1,135,555
Amounts due to other Government entities (see attached list)	15,430,000	24,086,750
Amounts due to other grants and other transfers (see attached list)	4,966,378	34,888,671
Acquisition of assets	-	-
Funds pending approval	-	-
Total	21,531,150	60,805,833

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17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	20,434,523	11,425,364
Total	20,434,523	11,425,364

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Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff Gratuity				
1. Joyce Chemosop Tapogh	Secretary	1.3.2018	172,503	
2. Elvis Kokwo Cherwew	Clerk	1.3.2018	82,664	
3. Chepkermoi Pkerket Simon	Messenger	1.3.2018	70,148	
4. Leonard Kipor Rialem	Driver	1.3.2018	125,289	
5. William Korkou Masian	Driver	1.3.2018	108,716	
6. Philip Kapoyon Riwatakoru	Chepareria Ward Clerk	1.3.2018	70,148	
7. Felix Ruto Limarusi	Batei ward clerk	1.3.2018	125,289	
8. Japheth Chamer	Lelan ward clerk	1.8.2018	34,980	
9. Daniel Kelan	Tapach ward clerk	1.11.2018	41,124	
10. Moses Limatukei Lemukoi	Assistant ward clerk	1.8.2018	34,360	
11. Andrew Ritenguru Rumoreng	Watchman	1.3.2018	75,710	
12. Akutet Samwel	Watchman	1.3.2018	70,010	
Sub-Total			1,010,941	
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees		1,010,941	694,857	
Use of goods & services		123,831	1,135,555	
Amounts due to other Government entities			25,917,162	
Primary Schools				
Rekeret Primary School	Construction of one Classroom	800,000		
Marsitot Primary School	Renovation of 3 Classrooms	500,000		
Kakalas Primary School	Renovation of 3 Classrooms	500,000		
Sinaya Primary School	Purchase of 1 acre of Land	400,000		
Tachit Primary School	Construction of one Classroom	650,000		
Psukuno Primary School	Construction of one Classroom	650,000		
Parayon Primary School	Renovation of 4 Classrooms	700,000		
Kapkanyar Primary School	Construction of one Classroom	800,000		
Manian Primary School	Renovation of 3 Classrooms	400,000		
Tapach Primary School	Completion of 500 student capacity Dining Hall	1,500,000		
Nyarkulian Primary School	Renovation of 5 Classrooms	800,000		
Sondany Primary School	Renovation of 3 roomed office	530,000		
Kadough Primary School	Construction of one Classroom	700,000		
Chepropogh Primary School	Construction of one Classroom	900,000		
Tomnyer Primary School	Renovation of 5 Classrooms	800,000		
Kisai Primary School	Renovation of 3 Classrooms	600,000		

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Mbayai Central Primary School	Construction of two Classrooms	1,000,000		
Secondary Schools				
Christ the King Mixed Secondary School - Senetwo	Construction of one Classroom	700,000		
Shalpogh Mixed Secondary School	Construction of one Classroom	800,000		
St. Luke Ptop Secondary School	Construction of one Classroom	800,000		
Kochiy Mixed Day Secondary School	Construction of one Classroom	900,000		
Sub-Total		15,430,000	25,917,162	
Amounts due to other grants and other transfers			34,888,671	
Emergency		1,134,378		
Bursary Secondary Schools		2,245,100		
Bursary Tertiary institutions		16,900		
Environment		1,570,000		
Sub-Total		4,966,378	34,888,671	
Acquisition of assets				
Others (<i>specify</i>)				
Sub-Total				
Funds pending approval				
Grand Total		21,531,150	60,805,833	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	-	-	-	-
Buildings and structures	-	-	-	-
Transport equipment	6,158,843	-	-	6,158,843
Office equipment, furniture and fittings	211,799	-	-	119,400
ICT Equipment, Software and Other ICT Assets	99,000	-	-	84,000
Other Machinery and Equipment	13,600	-	-	
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	6,483,242	-	-	6,362,243

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

PMC	Bank	Account number	Date A/C opened	Bank Balance 2021/22	Bank Balance 2020/21
Mbayai Central Primary School	Equity	1070172175173	18/3/2017	701,540	
Chemoril Mixed Secondary School	Equity	1070282043643	25/11/2021	514,665	
St. Mathias Mulumba Mixed Day Sec School	Equity	1070280985598	17/6/2021	6,762,380	
Parua Mixed Day & Boarding Sec School	Equity	1070280981751	16/6/2021	6,742,400	
St. Paul Lomuke Secondary School	Equity	1070276385279	26/3/2021	1,157,680	
St. Mathias Mulumba Mixed Day Sec School	Equity	1070280784155	9/4/2021	1,257,067	
Pokot South constituency sports	Equity	1070163361341	6/11/2014	960,035	
St. Joseph Kaalotwari Secondary School	Equity	1070267347108	29/3/2016	100,370	
Parua location Chief's office	Equity	1070282096724	10/12/2021	2,238,386	
Chemoril Primary School	Equity	1070162156857	4/3/2014		23,020
Cheptapesia Primary School	Equity	1070163843078	5/3/2015		1,103,605
Mbayai Central Primary School	Equity	1070172175173	18/3/2017		4,200
Pkatieny Primary School	Equity	1070280124812	19/9/2020		1,000,040
Simotwo Primary School	Equity	1070194556451	22/10/2009		805,380
Chepokoro Primary School	Equity	1070280880702	12/5/2021		599,520
Kapkaremba Primary School	Equity	1070279016046	5/7/2019		184,349
E.L.C.K Chemolo Secondary School	Equity	1070162615591	11/7/2014		200,261
E.L.C.K Chepareria Mixed Day Sec School	Equity	1070279767573	6/4/2020		3,000,705

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PMC	Bank	Account number	Date A/C opened	Bank Balance 2021/22	Bank Balance 2020/21
Parua Mixed Day & Boarding Sec School	Equity	1070280981751	16/6/2021		3,000,000
St. Paul Lomuke Secondary School	Equity	1070276385279	26/3/3018		2,784
St. Mathias Mulumba Mixed Day Sec School	Equity	1070280784155	9/4/2021		1,501,500
Total				20,434,523	11,425,364

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)
FY 2020/2021	<p>Transfers from NGCDF Board Finding Transfers from NGCDF Board previous year's outstanding disbursements figure of Ksh. 69,367,724. The Pokot South NGCDF received Ksh. 24,278,845 of this amount during the year under review, with Ksh. 45,088,879 outstanding as at 30 June 2021. A breakdown of this figure, detailing the financial periods and the projects to which it relates was not availed for audit.</p>	<p>The management made adequate disclosures of the outstanding amounts from the National Government Constituencies Development Fund Board in the Financial Statements. The break down detailing the projects to which it relates was among the bulk of evidence provided at the time of the audit and is attached hereon – see Copy of revised financial statements for the financial year ended 30th June 2021, on budget</p>	Not Resolved	31/12/2022

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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)
		execution page 29- 38		
FY 2020/2021	<p>Compensation of Employees Observation It was observed that seven employees of the Pokot NGCDF were paid wages below the basic minimum monthly wages of Kshs. 13,572.90.</p>	The revision of the salaries of the employees of the Pokot South NG-CDF earning below the minimum wages of Kshs. 13,572.90 is being worked on taking into account the budgetary provisions.	Not Resolved	31/12/2022
FY 2020/2021	<p>Purchase of 51 seater Bus. Observation Included in the Statement of Financial Performance under Note 6 is Transfer to Other Government Entities figure of Kshs. 89,850,000.00 which further includes an amount of Ksh. 42,486,750.00 incurred on the purchase of 51 seater school buses. However, it was observed that the expenditure was not supported by log books.</p>	It's true, Included in the Statement of Financial Performance under Note 6 is Transfer to Other Government Entities figure of Kshs. 89,850,000.00 which further includes an amount of Ksh. 42,486,750.00 incurred on the purchase of 51 seater school buses. The log books for Sebit, St. Antony and Sondany secondary schools have	Not Resolved	31/12/2022

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		<p>been attached while st. Mathias Mulumba, ELCK Chepareria and Parua mixed purchase process was still ongoing. See copies of school bus logbooks attached</p>		
FY 2020/2021	<p>Other Grants and Transfers. Bursaries to Secondary Schools and tertiary institutions</p> <p>Observations Included in the Statement of Receipts and Payments in Note 7 i Other Grants and Transfers amount of Kshs.47, 871,000.00 which further includes Bursary to Secondary Schools amounting to Kshs. 26,389,000 and Bursary to Tertiary Institutions amounting Kshs. 10,032,000 as disclosed in note 7 to the Financial Statements. However, there is no evidence to show that vetting, identification ar</p>	<p>Indeed bursary disbursements to Secondary Schools amounting to Kshs. 26,389,000 and Bursary to Tertiary Institutions amounting to Kshs. 10,032,000 as disclosed (note 7) to the Financial Statements were disbursed.</p> <p>We would like to confirm that the bursary committee which undertakes vetting,</p>	Not Resolved	31/12/2022

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>categorizing of needy students was done by the Bursary subcommittee that should have included the area education officer or his representative as directed by the Board. The formal criteria used in identifying, vetting, awarding of the bursaries was not availed. Further, evidence of acknowledgement in form of receipts and acknowledgement letters from the various institutions that received funds to support the bursary payments has not been availed for audit review.</p>	<p>identification and categorization of needy students was well constituted where an Officer from the Ministry of Education is a member of the committee as per the CDF Board circulars Vol1/111 dated 13 September 2010.</p> <p>Additionally we wish to confirm that Lists of beneficiaries had been attached in all payment vouchers for both secondary schools and tertiary institutions and that, they always acknowledge receipt of bursary whenever they are paid. See copies of bursary subcommittee minutes and sample copies of</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		acknowledgement letters		
FY 2020/2021	<p>Incomplete Environment Project Observation</p> <p>In the Statement of Receipts and Payments under Note 7 is Environmental Projects of Ksh. 1,100,000 which included a four (4) pit latrine build in St. Joseph Kaalotwari Secondary school. Upon verification it was observed that the toilets are not complete despite the Project Implementation Status indicating the project is Complete and in use in December 2021, yet the payments had already been done.</p>	<p>It's true the Statement of Receipts and Payments (Note 7) is Environmental Projects of Ksh. 1,100,000 which included a four (4) pit latrine build in St. Joseph Kaalotwari Secondary school. We wish to confirm that the toilet is complete, branded and in operation as stated in the project implementation status report. See a picture of the completed and branded four (4) pit latrine at St. Joseph Kalotwari Secondary school</p>	Not Resolved	31/12/2022
FY 2020/2021	<p>Sports Observation</p> <p>The Pokot South NG-CDF did not fund any sports activities</p>	<p>Its true Pokot South NG-CDF did not fund any sports activities during the year under review.</p>	Not Resolved	31/12/2022

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>during the year under review. During the previous year, a total of Ksh. 4,736,206 was spent on sports. The Pokot South NGCDF had budgeted Ksh. 1,200,000 for funding sporting activities but no sporting activity was undertaken during the year. It remains unclear why the sporting allocation was decreased and why there were no sporting activities during the year under review.</p>	<p>The sports allocation for the year in review was part of the balance that the NG-CDF board had not funded by the close of the 2020/2021 financial year. The management is engaging with the stakeholders to utilize the funds in the FY 2021/2022. See copy of revised financial statements for the financial year ended 30th June 2021 on Budgetary execution, page 31</p>		



**Name: Festus Kipomet
Fund Account Manager.**

