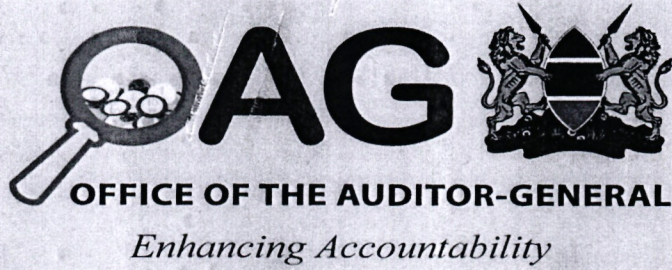


REPUBLIC OF KENYA



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REPORT THE NATIONAL ASSEMBLY

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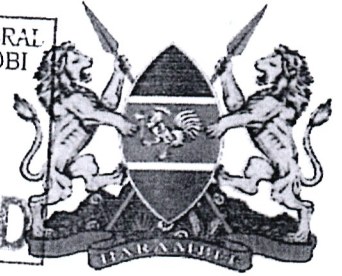
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – NORTH HOKURU CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2021

copy



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REGISTRY
29 SEP 2021
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NORTH HOKUR CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021**

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

06 OCT 2021
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***North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

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**North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

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

**North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

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 North Horr Constituency NGCDF day-to-day management is under the following key organs:

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	SALIM HASSAN HUSSEIN
2.	Sub-County Accountant	SIMON KARANJA
3.	Chairman NGCDFC	IBRAE HOSEA UMURO
4.	Member NGCDFC	DENGE BONAYA ROBA

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of North Horr 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) North Horr Constituency NGCDF Headquarters

P.O. Box 165-60500
Annmaria House
Behind Deputy County Commissioners Office,
Marsabit, Kenya

(f) North Horr Constituency NGCDF Contacts

Telephone: (254) 720 108 050
E-mail: cdfnorthhorr@NG-CDF.go.ke
Website: www.NG-CDF.go.ke

(g) North Horr Constituency NGCDF Bankers

Kenya Commercial Bank Ltd,
Marsabit Branch
P.O. Box 83 Marsabit, Kenya

(h) Independent Auditors

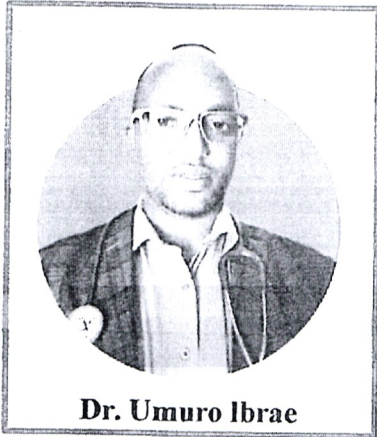
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

**North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

II. NG-CDFC CHAIRMAN'S REPORT



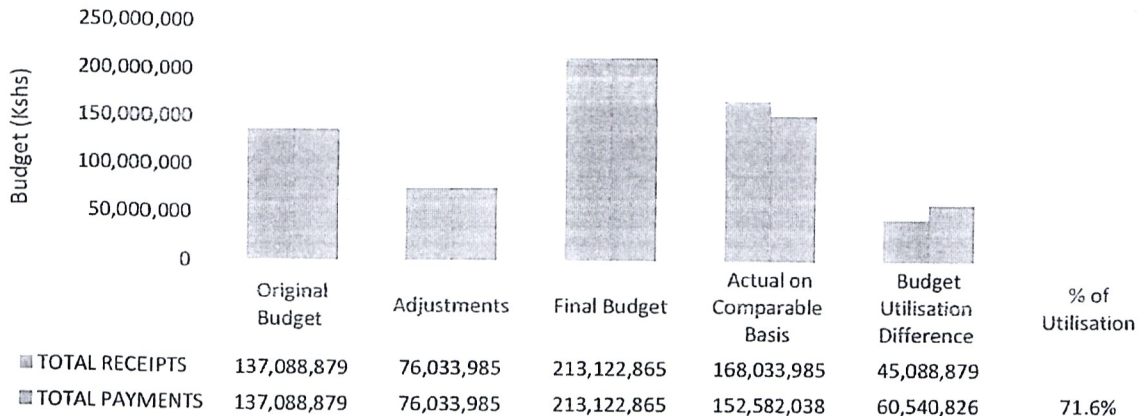
Through the Initiative of the GOK, North Horr stands as one of the constituencies that had tremendous achievement in the implementation of public projects geared towards social-economic development of the region.

Since its inception, NG-CDF has stood with us as a unique government programme that had uplifted the living standards of our people. Through NG-CDF we have had uncountable number of classrooms started in North Horr, Eight Secondary Schools initiated and thousands of students sponsored in Secondary Schools, Colleges and Universities. In Support of the Presidents Big 4 Agenda, North Horr NG-CDF has supported students undertaking Medical and Teaching Courses. NG-CDF had helped this constituency realised some dreams which have been delayed or would not have been

possible to achieve in North Horr Constituency.

During the Fiscal year 2019/2020, North Horr NG-CDF had a final budget Kshs 213,122,865 out of which Kshs. 168,033,985 was received. The Constituency was able to utilise Kshs 152,582,038 of these funds (72%). The reports also indicate the funds haven't been utilised 100% as Ksh. 45,088,879 of total allocation for financial year 2020/2021 is yet to be received as at 30th June, 2021.

NORTH HORR NG-CDF FY: 2020/2021 EXPENDITURE



NG-CDF was able to implement various development projects in the constituency which have added value to the services and development programmes essential for the achievement of social-economic progress in the society. In Line with Government Vision to realise economic growth in the regions, it has spurred vibrant life among local communities. Among the successful public projects implemented through NG-CDF include:

- Kalacha Girls High School; The Girls School was financed from scratch and now has almost all structures completed. The School has an enrolment of over 120 pupils and is currently having the first lot admitted in Form Four. More infrastructure is being implemented with additional funds for construction of dormitory.

- Chalbi High School-Formely Hon Dr Godana Memrial School has seen a major facelift and infrastructure improvement which includes classroom and dormitory constructions. The School has a population of over 500 pupils who are benefiting from NG-CDF Bursary Scholarships.

NG-CDF is making critical investments in public projects and the demands for NG-CDF projects is rising day by day. North Horr NG-CDF has paid over Khs 36 Million in Bursary during the Financial year which was still inadequate.



Figure 1 North Horr Boys Secondary School - Construction of 4 classrooms to completion

**North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Despite its minimal annual allocation, NG-CDF had tried to balance the needs of the community and prioritized development activities at location and ward levels. Every two years North Horr NG-CDFC conduct a public forum where members of the public gather to give their priority projects. Based on the priorities raised funds are allocated to implement various projects.

However Much NG-CDFC tries to balance the needs, still more challenges abound. These includes increased needs due to awareness creations, minimal funding, competition over the scarce funds by various projects and communities, political influences from competitors and limited functions. Since NG-CDF is a National Government Fund, it is only allowed by Law to finance National Government functions.

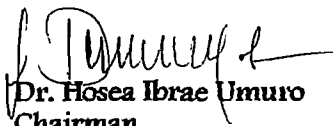
Through proper planning, NG-CDF North Horr is able to balance the needs of the projects and ensure key and priority projects that have maximum impact on the community are financed.

As North Horr NG-CDFC Chairman I wish to give the following recommendations to the Government and other stakeholders to help NG-CDF realise its development dreams:

- That at least the NG-CDF funding be raised from the current 2.5% of the revenue to a higher percentage to ensure increased funding to support development projects at the grassroot. NG-CDF has since inception done wonderful grassroot development programmes.
- That NG-CDF be allowed to fund projects that falls outside the national government functions to ensure an all inclusive development projects that covers all sectors.

That NG-CDF be given an opportunity to partner with Donors and other development partners such as World Bank and International Donor Agencies to promote development projects in the communities.

Signature


Dr. Hosea Ibrae Umuro
Chairman
North Horr NG-CDFC

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

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

1. To improve access to education and training for Primary, Secondary and Tertiary institutions in North Horr Constituency
2. To improve the learning environment
3. To improve performance in national examination
4. To improve the working conditions of security personnel
5. To promote environmental conservation
6. To promote youth initiatives to build and nurture their talents and skills in sports
7. To improve access to ICT infrastructure

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve access to education and training	<ul style="list-style-type: none"> • Increased transition from primary to secondary schools • Increased transition from secondary school to technical and vocational skills • Increase the number of youth with technical and vocational skills • Increase the employability of skilled youths 	Increase provision of bursaries to students in primary and secondary schools, Technical, Industrial, Vocational and Entrepreneurship Training Institutions, and Universities	<p>Number of form one enrollment increased from 1,200 to 2,000</p> <p>Number of Bursary fund beneficiaries increased from 3,000 to 4,000</p>

North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

	To improve the learning environment	Improved performance in primary, secondary and technical and vocational training institutions	To provide infrastructure in Primary and Secondary schools, Special Education Schools and TVET Institutions. To equip schools with learning materials and equipment	Number of classrooms increased by 15
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Program	Objective	Outcome	Indicator	Performance
Environment	To promote environmental conservation	Increase in knowledge, skills and passion for sustainable environment	Adopting environmental friendly practices promotional talks on increasing forest cover and environmental conservation	Number of trees planted increased from 5 to 15
Security	To improve the working conditions of security personnel	Reduction in crime rate Secure business environment	Improving security infrastructure	Secure business environment Number of security personnel staff quarters increased from 10 to 20
Sports	To promote youth initiatives to build and nurture their talents	Decreased dependency ratio in crime rate Increased number of youth engaged in gainful employment	Sponsor sports tournaments Provide sports equipment (balls and uniforms) to sports teams	Number of youth groups benefitting from the sports programme increased from 50 to 100
Information Communication and Technology (ICT)	To improve access to infrastructure for ease of doing business	Increase in online business uptake by youth	Establish four ICT hubs in the Constituency	Number of ICT centres at the chiefs' offices increased from 0 to 4

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

- a. **Education and Training:** North Horr 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 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

Environment Policy and Action Plan

Protection of the environment in which we live and operate is part of North Horr NG-CDF initiatives

Care for the environment is one of our key responsibilities and an important aspect in the way in which carry out our operations.

3. Employee welfare

We invest in providing the best working environment for our employees. North Horr constituency recruitment is guided by Employment Act, NG-CDF 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. North Horr constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

North Horr NG-CDF 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 interests

5. Community Engagements-

North Horr NG-CDF 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.

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

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.

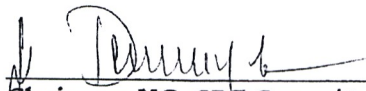
The Accounting Officer in charge of the NGCDF- North Horr Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. 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.

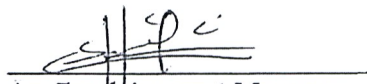
The Accounting Officer in charge of the NGCDF- North Horr Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting 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, 2021, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF- North Horr Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF North Horr 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

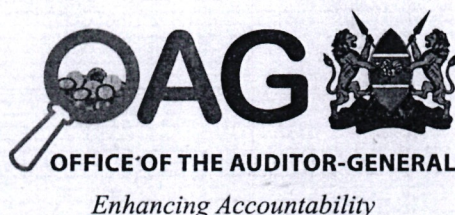
The NGCDF- North Horr Constituency financial statements were approved and signed by the Accounting Officer on 30th August 2021.


Chairman NG-CDF Committee
Name: Ibrae Hosea Umuro


Ag. Fund Account Manager
Name: Salim Hassan Hussein

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NORTH HERRING CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

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 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 - North Herring Constituency set out on pages 15 to 50, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the

Report of the Auditor-General on National Government Constituencies Development Fund - North Herring Constituency for the Year Ended 30 June, 2021

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - North Horr Constituency as at 30 June, 2021, 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

1.0 Use of Goods and Services

1.1 Unsupported Fuel Expenditure

The statement of receipts and payments and Note 5 to the financial statements reflects an amount of Kshs.9,981,572 relating to use of goods and services which includes Kshs.912,000 relating to fuel, oil and lubricants. However, supporting documents including user requisitions, detail orders and the evaluation of bids submitted by the bidders were not provided for review contrary to Regulation 104 (1) of the Public Finance Management (National Government) Regulations, 2015 which states that all receipts and payments vouchers of public money shall be properly supported by pre-numbered receipt and payment vouchers and shall be supported by the appropriate authority and documentation.

In the circumstances, the accuracy and value for money on the amount of Kshs.912,000 incurred on fuel expenditure could not be confirmed.

1.2 Irregularities in Payments of Routine Maintenance and Repair of Motor Vehicles

The statement of receipts and payments and Note 5 to the financial statements reflects Kshs.9,981,572 relating to use of goods and services which includes Kshs.1,322,120 relating to routine maintenance of vehicles and other transport equipment, which further includes Kshs.760,120 paid to a firm for servicing of two (2) vehicles. However, the mechanical inspection reports provided were issued between 06 June, 2019 to 15 December, 2019 while the quotations issued to suppliers were dated 06 July, 2021 casting doubts on whether the post inspection reports were issued before the quotations.

Further, delivery notes and invoices supporting the payments were dated between 25 June, 2019 to 5 December, 2019 while the payment was made on 20 August, 2020. However, review of the prior year financial statements revealed there was no such disclosure among the pending payables.

In the circumstances, the accuracy and value for money for the amount of Kshs.760,120 incurred on routine maintenance and repair of motor vehicles could not be confirmed.

2.0 Cash and Cash Equivalents

The statement of assets and liabilities and Note 10A to the financial statements reflects an amount of Kshs.15,451,947 relating to cash and cash equivalents. However, the respective bank reconciliation statement reflects unrepresented cheques totalling Kshs.24,394,980 which includes stale cheques totalling Kshs.541,257 which were not replaced or reversed in the cash book.

In the circumstances, the accuracy of the cash and cash equivalents balance of Kshs.15,451,947 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 - North Horr 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

1.0 Budget and Budgetary Control

During the year, the Fund received a total of Kshs.168,033,985 from the Board against a budget of Kshs.213,122,865 resulting in a shortfall in disbursements by Kshs.45,088,879 representing 21% of the budget. Further, out of the actual receipts of Kshs.168,033,985, the Fund incurred a total expenditure of Kshs.152,582,038 resulting in an under expenditure of Kshs.60,540,826 or 28% of the budget.

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

2.0 Unresolved Prior Year Audit Matters

Various prior year audit issues remained unresolved. The unresolved prior year issues were not disclosed in the progress on follow up on auditors' recommendations section of the financial statements as required by the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the 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

1.0 Irregularities in Implementation of Security Projects

The statement of receipts and payments and Note 7 to the financial statements reflects an amount of Kshs.60,245,057 relating to other grants and transfers, which includes Kshs.9,500,000 relating to security projects which further includes an amount of Kshs.3,500,000 paid to a firm for opening of Segel-Chira Tone Road. Review of the project documents and physical verification done in March, 2022 revealed that the bill of quantities, inspection and acceptance certificate, engineers cost estimates and work plan for year 2020-2021 by Kenya Rural Roads Authority - Marsabit Regional Office which formed part of the basis of payment provided for removal of mass boulder and machine-based act (site clearance) at a cost of Kshs.425,000. However, there was no indication of mass boulder removal or site clearance taking into consideration that similar works were done in the year 2019-2020 and the road has been in use.

In the circumstances, the value for money for the expenditure of Kshs.425,000 on security projects could not be confirmed.

2.0 Transfers to Other Government Entities

2.1 Contract Agreements Not Provided

Review of records revealed that the Management entered into contract with various contractors for the implementation of Primary Schools projects costing Kshs.20,262,174. However, contract agreement between the contractors and the Management were not provided for audit review contrary to Section 135 (3) of Public Procurement and Asset Disposal Act, 2015 which states that written contract shall be entered into within the period specified in the notification but not before fourteen days have elapsed following the giving of that notification.

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

2.2 Unsupported Transfer to Secondary Schools

Review of records revealed that the Management paid a total of Kshs.1,000,000 to a firm in procuring of science laboratory equipment for Kalacha Girls Secondary School. However, the firm was not among shortlisted suppliers in the list of prequalified suppliers. Further, the inspection and acceptance certificate confirming the quantities and the condition of the supplied equipment's was not provided for review and the school did not maintain store records indicating how the equipments were received and taken on charge.

In the circumstances, value for money on Kshs.1,000,000 incurred in the procurement of the laboratory equipment could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and 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

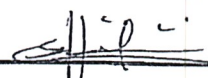
05 September, 2022

**North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**


VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	70,116,979
Proceeds from Sale of Assets	2	-	200,150
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,724	70,317,129
PAYMENTS			
Compensation of employees	4	4,042,400	2,694,793
Use of goods and services	5	10,909,572	7,067,205
Transfers to Other Government Units	6	70,885,873	16,201,461
Other grants and transfers	7	60,245,057	69,726,403
Acquisition of Assets	8	6,499,136	-
Other Payments	9	-	990,000
TOTAL PAYMENTS		152,582,038	96,679,862
SURPLUS/ (DEFICIT)		8,785,686	(26,362,733)

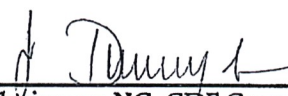
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- North Horr Constituency financial statements were approved on **30th August 2021** and signed by:



Ag. Fund Account Manager
Name: Salim Hassan Hussein



National Sub-County
Accountant
Name: Simon Karanja
ICPAK M/No: 17834

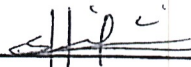



Chairman NG-CDF Committee
Name: Ibrae Hosea Umuro

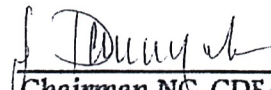
VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020-2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	15,451,947	6,666,261
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		15,451,947	6,666,261
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		15,451,947	6,666,261
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		15,451,947	6,666,261
REPRESENTED BY			
Fund balance b/fwd 1 st July 2020	13	6,666,261	33,028,994
Prior year adjustments	14	-	-
Surplus/Deficit for the year		8,785,686	(26,362,733)
NET FINANCIAL POSITION		15,451,947	6,666,261

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 National Sub-County
 Accountant
 Name: Simon Karanja
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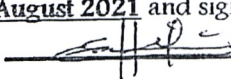

 Chairman NG-CDF Committee
 Name: Ibrae Hosea Umuro


North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

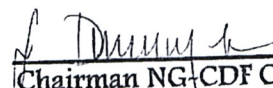
IX. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	70,116,979
Other Receipts	3	-	-
Total receipts		161,367,724	70,116,979
Payments for operating activities			
Compensation of Employees	4	4,042,400	2,694,793
Use of goods and services	5	10,909,572	7,067,205
Transfers to Other Government Units	6	70,885,873	16,201,461
Other grants and transfers	7	60,245,057	69,726,403
Other Payments	9	-	990,000
Total payments		146,082,902	96,679,862
Total Receipts Less Total Payments			
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	-
Net cash flow from operating activities		16,212,822	(26,562,883)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	200,150
Acquisition of Assets	9	(6,499,136)	-
Net cash flows from Investing Activities		(6,499,136)	200,150
NET INCREASE IN CASH AND CASH EQUIVALENT		8,785,686	(26,362,733)
Cash and cash equivalent at BEGINNING of the year	10	6,666,261	33,028,994
Cash and cash equivalent at END of the year		15,451,947	6,666,261

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- North Horr Constituency financial statements were approved on 30th August 2021 and signed by:


 Ag. Fund Account Manager
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 National Sub-County
 Accountant
 Name: Simon Karanja
 ICPAK M/No: 17834


 Chairman NGCDF Committee
 Name: Ibrae Hosea Umuro

**North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
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X. SUMMARY STATEMENT OF APPROPRIATION

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
		a	b				
RECEIPTS	2020/2021		Opening Balance (C/Bk) and AIA	2020/2021	30/06/2021		
	Kshs		Kshs	Kshs	Kshs		
Transfers from NGCDF Board	137,088,879.31	6,666,261	Previous Years' Outstanding Disbursements	213,122,865	168,033,985	45,088,879	78.8%
Proceeds from Sale of Assets	-	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-	-
TOTALS	137,088,879	6,666,261	69,367,724	213,122,865	168,033,985	45,088,879	78.8%
PAYMENTS							
Compensation of Employees	3,730,000.00	324,219		5,257,619	4,042,400	1,215,219	76.9%
Use of goods and services	8,607,999.14	265,967		11,294,998	10,909,572	385,426	96.6%
Transfers to Other Government Units	47,302,898.26	5,100,001		89,975,874	70,885,873	19,090,001	78.8%
Other grants and transfers	77,447,981.91	775,924		99,894,223	60,245,057	39,649,166	60.3%
Acquisition of Assets	-	0		6,500,000	6,499,136	864	100.0%
Other Payments	-	-		0	-	-	0.0%
Funds pending approval**	-	200,150.00		200,150	-	200,150	0.0%
TOTALS	137,088,879	6,666,261	69,367,724	213,122,865	152,582,038	60,540,826	71.6%

(a) The revenue items exclude the AIA for the Year 2020/2021. The Constituency did not realise any AIA


**North Horr Constituency
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- (b) The adjustments comprise of funds for the Fiscal Year 2019/2020 not received as at 30th June 2020 (Kshs 69,367,724) and the Balance of the funds received but not utilised (Kshs. 6,666,261 Cash Book Balance).
- (c) The Constituency had no over utilization during the year. The total utilization of the Annual budget stood at 56% depicted by less fund disbursement by NG-CDF board as compared to previous year.
- The Compensation of Employees scored a utilization percentage of 77% for the year. This result from a balance brought forward from previous years.
 - Use of goods and services had a utilization of 97% for the year. This is also as a result of balance brought forward and late receipt of funds that did not allow the Committee to disburse all the received funds.
 - Transfer to other Government Entities had a utilization of 79% and this originated from fund yet to be received as at 30th June 2020.
 - Other Grants and Transfers stood at 60% and this resulted from the delay in receipt of funds from the Board.


North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	60,540,826
Less undisbursed funds receivable from the Board as at 30 th June 2021	45,088,879
	15,451,947
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	15,451,947

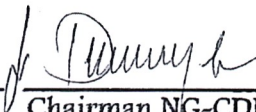
The NGCDF- North Horr Constituency financial statements were approved on 30th August 2021 and signed by:



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 Name: Salim Hassan Hussein



 National Sub-County
 Accountant
 Name: Simon Karanja
 ICPAK M/No: 17834



 Chairman NG-CDF Committee
 Name: Ibrae Hosea Umuro

*North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements			
	2020/2021			2020/2021	30/06/2021	
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,730,000.00	324,219	1,203,400.00	5,257,619	4,042,400	1,215,219
1.2 Committee allowances	2,200,000.00	42,450.69	630,000.00	2,872,450.69	2,850,800	21,651
1.3 Use of goods and services	2,295,332.76	31,770.75	1,500,000.00	3,827,103.51	3,789,920	965,184
Total	8,225,333	398,440	3,333,400	11,957,173	10,683,120	2,202,053
2.0 Monitoring and evaluation						
2.1 Capacity building	1,500,000.00	1,670.02	200,000.00	1,701,670	1,427,500	274,170
2.2 Committee allowances	1,200,000.00	181,358.35		1,381,358	1,374,000	7,358
2.3 Use of goods and services	1,412,666.38	8,717.64	91,031.72	1,512,416	1,467,352	45,064
Total	4,112,666	191,746	291,032	4,595,444	4,268,852	326,592
3.0 Emergency	7,192,206.90	91,440.48	1,498,241.38	8,721,889	6,982,100	1,739,789
3.1 Primary Schools	-	5,100,000.66		5,100,001		5,100,001
3.2 Secondary schools	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	-	394,336.55	-	394,337		394,337
Purchase of NG-CDF Branded Revision Text Books	-	-	3,500,703.45	3,500,703	-	3,500,703

Total	7,192,207	5,525,778	4,998,945	17,716,929	6,982,100	10,734,829
4.0 Bursary and Social Security	-	-	-	-	-	-
4.1 Secondary Schools	20,272,219.83	90,603.77	8,696,663.45	29,059,487	19,329,521	9,729,966
4.2 Tertiary Institutions	14,000,000.00	127,936.73	-	14,127,937	16,716,950	(2,589,013)
4.3 Social Security	-	-	-	-	-	-
4.4 Special Needs	-	-	-	-	-	-
Total	34,272,220	218,541	8,696,663	43,187,424	36,046,471	7,140,953
5.0 Sports	-	-	-	-	-	-
Sports Projects	2,741,777.59	131,606.49	2,327,354.48	5,200,739	2,327,354	2,873,385
Total	2,741,778	131,606	2,327,354	5,200,739	2,327,354	2,873,385
6.0 Environment	-	-	-	-	-	-
Kalacha Boys' Secondary School	2,741,777.59	-	-	2,741,778	2,741,777.59	-
Kalacha Nomadic Girls Primary School	-	-	2,647,354.48	2,647,354	2,647,354.48	-
Total	2,741,778	-	2,647,354	5,389,132	5,389,132	-
7.0 Primary Schools Projects	-	-	-	-	-	-
Shurr primary school	800,000.00	-	-	800,000	800,000	-
Segel primary school	800,000.00	-	-	800,000	-	800,000
Turbi Nomadic Girls primary school	400,000.00	-	-	400,000	-	400,000
Badaqa primary school	600,000.00	-	-	600,000	-	600,000
Maikona primary school	1,600,000.00	-	-	1,600,000	1,600,000	-
Shankera primary school	1,600,000.00	-	-	1,600,000	1,600,000	-
Barambate primary school	2,300,000.00	-	-	2,300,000	-	2,300,000
Barambate primary school	800,000.00	-	-	800,000	-	800,000
Qorqa primary school	1,500,000.00	-	-	1,500,000	1,500,000	-

*North Horr Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Illeret primary school	1,500,000.00	-	-	-	1,500,000	1,500,000	-
Bishop Cavallera primary school	1,000,000.00	-	-	-	1,000,000	1,000,000	-
Turbi primary school	3,200,000.00	-	-	-	3,200,000	3,200,000	-
Malabot primary school	1,500,000.00	-	-	-	1,500,000	1,500,000	-
Shurr Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Bubisa Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Bishop Cavallera Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Turbi Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Turbi Nomadic Girls Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Segel Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Maikona Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Chalbi Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Hurri Hills Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Baqaqa Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Forole Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Kalacha Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Kalacha Nomadic Girls Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Rage Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
El Gadhe Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Balesa Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Ririba Girls Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Elhadi Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Dukana Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Dukana Nomadic Girls Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-

Balesa Saru Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Illeret Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
North Horr Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Ruso Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Helmer Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Chalbi Muslim Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
El-Isacko Malla Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Malabot Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Barambate Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Gas Primary School	35,072.46	-	-	-	35,072.46	35,072.46	-
Balesa Saru Primary School	-	-	120,000.00	-	120,000	120,000	-
El-Isako Mala Primary school	-	-	1,300,000.00	-	1,300,000	1,300,000	-
Maikona Primary School	-	-	120,000.00	-	120,000	120,000	-
Ruso Primary School	-	-	500,000.00	-	500,000	500,000	-
Shankera Primary School	-	-	120,000.00	-	120,000	120,000	-
The Tiigo School	-	-	4,000,000.00	-	4,000,000	4,000,000	-
Balesa Saru Primary School	-	-	1,580,000.00	-	1,580,000	1,580,000	-
Maikona Primary School	-	-	1,480,000.00	-	1,480,000	1,480,000	-
Shankera Primary School	-	-	1,480,000.00	-	1,480,000	1,480,000	-
Ruso Primary School	-	-	1,000,000.00	-	1,000,000	1,000,000	-
Chalbi Muslim Primary School	-	-	1,000,000.00	-	1,000,000	1,000,000	-
Qorqa primary school	-	-	332,975.18	-	332,975	332,975	-
Ruso Primary School	-	-	500,000.00	-	500,000	500,000	-
El Isacko Mala Pri. School FMC A/C	-	-	-	-	-	1,500,000	(1,500,000)

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Qorqa primary school	-	-	-	-	-	-	800,000	(800,000)
The Tiigo Primary Sch. FMC A/C	-	-	-	-	-	-	500,000	(500,000)
Total	18,652,174	13,532,975	32,185,149	30,085,148.80				2,100,000
8.0 Secondary Schools Projects								
Kalacha Boys' Secondary School	3,400,000.00	-	3,400,000				3,400,000	-
Kalacha Boys' Secondary School	4,000,000.00	-	4,000,000					4,000,000
Kalacha Boys' Secondary School	4,500,000.00	-	4,500,000					4,500,000
Kalacha Boys' Secondary School	1,500,000.00	-	1,500,000				1,500,000	-
Kalacha Boys' Secondary School	1,800,000.00	-	1,800,000				1,800,000	-
Kalacha Boys' Secondary School	4,800,000.00	-	4,800,000				2,400,000	2,400,000
Kalacha Boys' Secondary School	2,800,000.00	-	2,800,000					2,800,000
Kalacha Girls' Sec School	1,700,000.00	-	1,700,000				1,700,000	-
Chalbi Boys Sec School	2,800,000.00	-	2,800,000				2,800,000	-
Hon. Isacko Secondary School	35,072.46	-	35,072				35,072	-
Chalbi Boys Secondary School	35,072.46	-	35,072				35,072	-
Maikona Girls Secondary School	35,072.46	-	35,072				35,072	-
Kalacha Girls Secondary School	35,072.46	-	35,072				35,072	-
Turbi High Secondary School	35,072.46	-	35,072				35,072	-
Dukana Boys Secondary School	35,072.46	-	35,072				35,072	-
North Horr Boy's Secondary School	35,072.46	-	35,072				35,072	-
Ruso Mixed Secondary School	35,072.46	-	35,072				35,072	-
North Horr Girl's Secondary School	35,072.46	-	35,072				35,072	-
Kalacha Girls High School	-	4,800,000.00	4,800,000				4,800,000	-
Kalacha Girls High School	-	1,000,000.00	1,000,000				1,000,000	-
Kalacha Girls High School	-	240,000.00	240,000				240,000	-
Turbi High School	-	2,500,000.00	2,500,000				2,500,000	-
Turbi High School	-	2,800,000.00	2,800,000				2,800,000.00	-
Kalacha Girls High School	-	3,160,000.00	3,160,000				3,160,000.00	-
North Horr Boys' Secondary School	-	4,840,000.00	4,840,000				4,840,000.00	-

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12.0 Other payments	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
13.0 unallocated fund	-	-	-	-	-	-	-
Unapproved projects	-	200,150.00	-	200,150	-	200,150	200,150
AIA	-	-	-	-	-	-	-
PMC savings	-	-	-	-	-	-	-
Total	-	200,150	-	200,150	-	200,150	200,150
	137,088,879	6,666,261	69,367,724	213,122,865	152,582,088	60,540,826	

(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)

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XII. 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- North Horr Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

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 FSASB. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 11th June 2020 for the period 1st July 2020 to 30th June 2021 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 2021.

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.

XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO. B 104132	1.		2,116,978.70
AIE NO. B 041174	2.		4,000,000.00
AIE NO. B 047636	3.		20,000,000.00
AIE NO. B 049151	4.		7,000,000.00
AIE NO. B 104065	5.		14,000,000.00
AIE NO. B 104444	6.		23,000,000.00
AIE NO. B096997	7.	18,000,000.00	
AIE NO. B104663	8.	26,000,000.00	
AIE NO. A823706	9.	20,274,748.95	
AIE NO. B105150	10.	5,092,975.15	
AIE NO. B124640	11.	9,000,000.00	
AIE NO. B119610	12.	10,000,000.00	
AIE NO. B120000	13.	13,000,000.00	
AIE NO. B128241	14.	6,900,000.00	
AIE NO. B132003	15.	6,000,000.00	
AIE NO. B132297	16.	6,000,000.00	
AIE NO. B138966	17.	13,000,000.00	
AIE NO. B126285	18.	6,100,000.00	
AIE NO. B105053	19.	10,000,000.00	
AIE NO. B140696	20.	12,000,000.00	
TOTAL		161,367,724	70,116,979

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	200,150
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
	-	200,150
Total	-	200,150

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	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

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,867,944	2,581,300
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	-
Employer Contributions Compulsory national social security schemes	174,456	113,493
Total	4,042,400	2,694,793

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Utilities, supplies and services	9,450	242,600
Electricity	28,774	0
Water & sewerage charges	-	-
Office rent	650,000	860,000
Communication, supplies and services	0	0
Domestic travel and subsistence	192,800	118,000
Printing, advertising and information supplies & services	0	0
Rentals of produced assets		-
Training expenses	300,000	1,305,800
Hospitality supplies and services	0	0
Other committee expenses	340,800	2,317,300
Committee allowance	5,896,500	594,500
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	80,000	996,680
Fuel , oil & lubricants	912,000	250,000
Other operating expenses	0	260,000
Bank service commission and charges	6,628	2,325
Other Operating Expenses	100,000	-
Security operations	60,000	-
Routine maintenance - vehicles and other transport equipment	1,322,120	120,000
Routine maintenance- other assets	82,500	0
Total	9,981,572	7,067,205

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	30,085,149	8,301,460
Transfers to secondary schools (see attached list)	35,255,652	7,900,000
Transfers to tertiary institutions (see attached list)	5,545,072	
TOTAL	70,885,873	16,201,460

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	19,329,521	33,219,003
Bursary – tertiary institutions (see attached list)	16,716,950	11,042,400
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	
Security projects (see attached list)	9,500,000	16,600,000
Sports projects (see attached list)	2,327,354	2,600,000
Environment projects (see attached list)	5,389,132	-
Emergency projects (see attached list)	6,982,100	6,265,000
Total	60,245,057	69,726,403

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	6,499,136	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	6,499,136	0

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	-	990,000
ICT Hub	-	-
	-	990,000

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>Name of Bank, Account No.</i>	15,451,947	6,666,261
<i>Name of Bank, Account No.</i>	-	-
<i>Name of Bank, Account No.</i>	-	-
Total	15,451,947	6,666,261
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

[Include an annex if the list is longer than 1 page.]

12A. RETENTION

	2020-2021	2019-2020
	<i>KShs</i>	<i>KShs</i>
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	-	-

[Provide short appropriate explanations as necessary.]

12B. GRATUITY

	2020-2021	2019-2020
	<i>KShs</i>	<i>KShs</i>
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	-	-

[Provide short appropriate explanations as necessary]

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13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	6,666,261	33,028,994
Cash in hand	-	-
Imprest	-	-
Total	6,666,261	33,028,994

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

Description of the error	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
	Kshs		
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
TOTAL	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST*

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2019 - 2020
	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	-	-

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
	-	-

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	1,215,219	1,203,400.00
Use of goods and services	385,426	2,421,031.72
Amounts due to other Government entities (see attached list)	23,400,000.70	37,572,975.18
Amounts due to other grants and other transfers (see attached list)	35,339,166.22	21,670,317.24
Acquisition of assets	864	6,500,000.00
Others (<i>specify</i>) - Funds pending approval	200,150	-
	60,540,826	69,367,724

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	2,741,098.35	2,516,935.45
TOTAL	2,741,098.35	2,516,935.45

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XIV. ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	u	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.					
11.					
12.					
Sub-Total					
Grand Total					

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XV. ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1.				
2.				
3.				
	Sub-Total			
	Grand Total			

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XVI. ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance		Comments
		2020/21	2019/20	
Compensation of employees		1,215,218.99		
Use of goods & services		385,426.31		
Sub-Total		1,600,645.30		
Amounts due to other Government entities				
Segel primary school	Renovation of 2 No. classrooms; flooring, walling, roofing & painting to completion for Ksh. 400,000 each	800,000.00		
Turbi Nomadic Girls primary school	Completion of construction of 2 No. classrooms; fixing of 10 No. windows for Kshs.50,000; 2 No. metallic doors for Kshs.20,000; guttering for Kshs.40,000; painting works for Kshs.50,000 and 40 wooden desks for Kshs.240,000	400,000.00		
Bagaqa primary school	Supply and delivery of 90 desks for Kshs.540,000 and transportation for Kshs.60,000 is high due transportation from Marsabit town to Hurri Hill which is approximately 200km	600,000.00		
Barambate primary school	Construction of one unit with four rooms staff house to completion for Kshs.2,000,000 and solar system installation for Kshs.300,000 (wiring works for Kshs.66,000; 3 solar panels 200 watt for Kshs.120,000; 3 solar batteries for Kshs.64,000; 1 inverter for Kshs.25,000; 1 charge controller for Kshs.25,000)	2,300,000.00		
Barambate primary school	Renovation of 2 No. classrooms; flooring, walling, roofing & painting to completion for Kshs.400,000 each	800,000.00		
Qorqa primary school	Fencing works covering 900 metres with metallic posts, chainlink and barbed wire to completion	1,500,000.00		
Turbi Nomadic Girls primary school	Re-Allocation	2,800,000.00		
Bishop Cavallera primary school	Re-Allocation	500,000.00		
Kalacha Boys' Secondary School	Construction of a 40 capacity 1 No. dormitory for Kshs.3,520,000 with 20 double decker beds for Kshs.300,000 and 40 mattresses 3" by 4" for Kshs.180,000 to completion	4,000,000.00		
Kalacha Boys' Secondary School	Construction of a 50 capacity 1 No. science laboratory to completion	4,500,000.00		

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Kalacha Boys' Secondary School	Construction of a 1 No. 160 capacity dining hall, kitchen and store block to completion (4,800,000-2,400,000) Partly paid	2,400,000.00		
Kalacha Boys' Secondary School	Construction of one unit with 5 rooms staff house to completion	2,800,000.00		
Sub-Total		23,400,000.00		
Amounts due to other grants and other transfers				
Emergency Reserve	To cater for any urgent and unforeseen activity in the constituency during the financial year	1,739,788.76		
Bursary Tertiary Institutions	Payment of bursary to needy students in Tertiary Institutions	986.73		
Bursary Secondary Schools	Payment of bursary to needy students in Secondary Schools	1,712,239.85		
Constituency Sports Activities	Purchase of sports kits i.e.72 number Balls,8 number trophies, 270 piece fully branded uniforms kit for the following registered team	2,873,384.56		
Kalacha Boys' Secondary School	Fencing works covering 1,500 metres with metallic posts, chainlink and barbed wire to completion	0.07		
Purchase of NG-CDF Branded Revision Text Books	Purchase and Distribution of Branded Revision Text Books for Std 7 and 8 Pupils in 20 Primary Schools @ Kshs 152,174 p	3,511,766.25		
Gas police post	Construction of 2 units with 4 rooms each police staff quarters to completion each unit @Kshs.2,000,000	4,000,000.00		
Gas police post	Solar installation on the 2 No. staff house to completion (wiring works for Kshs.82,000; 6 solar panels 200watt for Kshs.240,000; 4 solar batteries for Kshs.128,000; 1 inverter for Kshs.25,000; 1 charge controller for Kshs.25,000)	500,000.00		
Balesa Saru police post	Construction of 2 units with 4 rooms each police staff quarters to completion each unit @Kshs.2,000,000	4,000,000.00		
Balesa Saru police post	Fencing works covering 900 metres with metallic posts, chainlink and barbed wire to completion	1,500,000.00		
Gas - Qete security road	Solar installation on the 2 no. staff house to completion (wiring works for Kshs.82,000; 6 solar panels for Kshs.240,000; 4 batteries for Kshs.128,000; 1 inverter for Kshs.25,000; 1 charge controller for Kshs.25,000)	500,000.00		
Gas - Qete security road	Spot improvement and maintenance of Gas - Qete security road covering 16km; grading, boulders removal and creation of drainage systems to completion	3,500,000.00		
Forole - Uiani Chabich security road	Spot improvement and maintenance of Forole - Uiani Chabich security road covering 18km; grading, boulders removal, and creation of drainage systems to completion	4,000,000.00		

Qete – Gof Dima security	Spot improvement and maintenance of Qete – Gof Dima security road covering 18km; grading, boulders removal, and creation of drainage systems to completion	4,000,000.00	
Balesa Saru - Goth Biresa security road	Spot improvement and maintenance of Balesa Saru - Goth Biresa security road covering 16km; grading, boulders removal and creation of drainage systems to completion	3,500,000.00	
Previous balances B/F for prious project		1,000.00	
Sub-Total		35,339,166.22	
Acquisition of assets			
motor vehicle	Purchase of Motor Vehicle	864.00	
Others (<i>specify</i>)		864.00	
Sub-Total			
Funds pending approval	AIA - sale of motor vehicle	200,150.00	
Grand Total		60,540,825.52	

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XVII. ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land				
Buildings and structures				
Transport equipment	8,700,000.00	6,499,136.00		15,199,136.00
Office equipment, furniture and fittings	185,096.00	382,800.00		567,896.00
ICT Equipment, Software and Other ICT Assets		545,200.00		545,200.00
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	8,885,096.00	7,427,136.00		16,312,232.00

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XVIII. ANNEX 5 – PMC BANK BALANCES AS AT 30TH JUNE 2021

PMC NAME	ACCOUNT NUMBER	BANK	BALANCE AS AT 30/6/2021	BALANCE AS AT 30/6/2020
BALESA PRIMARY SCHOOL CDF ACCOUNT	1199368466	KCB Bank	879.00	1,005.00
BALESA SARU GOTH BIRESA SECURITY PM	1273915569	KCB Bank	354.00	5,399.00
BALESA SARU PRIMARY SCHOOL PMC A/C	123273571	KCB Bank	4,539.00	4,785.00
BAQAQA PRIMARY SCHOOL	1265563640	KCB Bank	134.00	260
BARAMBATE PRIMARY SCHOOL	1172123780	KCB Bank	6,680.00	6,806.00
BISHOP CAVALLERA PRIMARY SCH	1237794226	KCB Bank	2,492.00	917,538.00
BUBISA PRIMARY SCHOOL	1227068204	KCB Bank	44.00	170
CHALBI BOYS HIGH SCHOOL	1172726744	KCB Bank	406,080.00	0
CHALBI MUSLIM PRIMARY SCHOOL	1246357534	KCB Bank	1,074.00	640
DUKANA HIGH SCHOOL	1168495121	KCB Bank	3,145.50	0
DUKANA PRIMARY SCHOOL CDF A/C	1182623255	KCB Bank	1,089.00	1,215.00
ELBESO PRIMARY SCHOOL	1172173990	KCB Bank	457.00	0
EL-HADI PRIMARY SCHOOL	1182230733	KCB Bank	1,508.00	0
FOROLE PRIMARY SCHOOL	1178350630	KCB Bank	5,273.75	5,399.00
FOROLE ULANI CHABICH ROAD	1273915119	KCB Bank	824.00	950
GAS PRIMARY SCHOOL – CDF PROJECT A/C	1179750020	KCB Bank	668.00	794
GAS QETE SECURITY ROAD	1273914694	KCB Bank	824.00	950
HELMER GIRLS PRIMARY SCHOOL	1225535107	KCB Bank	1,314.00	1,500,440.00
HURRI HILLS PRIMARY CDF ACCOUNT	1173486380	KCB Bank	1,034.75	0
ILLERET D.O.'S OFFICE	1233255614	KCB Bank	892.00	1,018.95
ILLERET SECONDARY SCHOOL	1178734242	KCB Bank	625.00	0
KALACHA GIRLS HIGH SCHOOL	1183204167	KCB Bank	4,663.00	4,799.00
KALACHA NOMADIC GIRLS F PRY ED ACC	1204565716	KCB Bank	2,734.00	0
KALACHA PRIMARY CDF ACCOUNT	1183913443	KCB Bank	411.00	0

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MAIKONA GIRLS SEC SCHOOL	1171781423	KCB Bank	1,283.00		855
MAIKONA PRIMARY SCHOOL CDF ACCOUNT	1201934230	KCB Bank	-		0
MALABOT PRI SCHOOL	1172125244	KCB Bank	1,500,634.00		760
NGCDF HELMER GIRLS PRY PMC ACCOUNT	1225535107	KCB Bank	1,314.00		0
NORTH HORN BOYS SECONDARY CDF ACCOU	1137649305	KCB Bank	43,595.00		0
NORTH HORN GIRLS SEC SCH	1246378418	KCB Bank	634.00		760
NORTH HORN PRIMARY SCHOOL CDF A/C	1182458343	KCB Bank	2,614.00		1,740.00
NORTH HORN SPORT PMC	1268678929	KCB Bank	158.00		560
NORTH HORN TECHNICAL TRAINING INSTITUTE	1237654378	KCB Bank	119.00		-2,185.00
QORQA PRIMARY SCHOOL PMC A/C	1237952123	KCB Bank	4,023.75		37,269.50
RIRIBA GIRLS BOARDING SCH PMC/AC	1114357790	KCB Bank	3,546.00		0
RIRIBA GIRLS BOARDING SCH PMC/AC	1114357790	KCB Bank	-		3,672.00
RUSO MIXED DAY SECONDARY SCHOOL	1155397215	KCB Bank	860.00		3,798.00
SEGEL PRIMARY SCH PMC A/C	1178209210	KCB Bank	11,896.55		1,112.00
SHURR ADMINISTRATION POLICE LINE	1257078208	KCB Bank	968.00		12,148.00
SHURR PRY SCHOOL	1172057605	KCB Bank	1,600,500.00		934
TURBI HIGH SCHOOL PMC A/C	1259387046	KCB Bank	3,205,537.00		3,343.00
TOTAL			6,825,421.30		2,516,935.45

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XIX. 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)
NORTH HERR NG-CDF IS YET TO RECEIVE FINAL CERTIFICATE FOR AUDITED REPORT OF FY: 2018/2019 & 2019/2020				