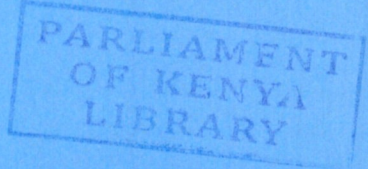
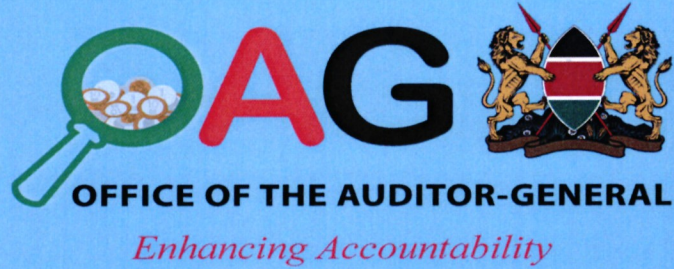


REPUBLIC OF KENYA




REPORT

OF

THE AUDITOR-GENERAL

ON

 THE NATIONAL ASSEMBLY	
DATE:	06 JUL 2023
	DAY: Thursday
TABLED BY:	Hon. Samuel Njoroge, MP
CLERK AT THE TABLE:	Joyce Kempele

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – BARINGO NORTH
CONSTITUENCY**

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

Revised Template 30th June 2022



BARINGO NORTH CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

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

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

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I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Baringo North 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	Bernard Korir
2.	Sub-County Accountant	Kipkirui Sigei
3.	Chairman NG-CDFC	Stanley K.C Amdany
4.	Member NG-CDFC	Kennedy Chebon

(d) Fiduciary Oversight Arrangements

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

P.O. Box 63,
NG-CDF OFFICE BUILDING
KABARTONJO

(f) Baringo North Constituency NGCDF Contacts

Telephone: (254) 0724669962
E-mail: cdfbaringonorth@ngcdf.go.ke
Website: www.ngcdf.go.ke

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(g) NG-CDF Baringo North Constituency Bankers

A/C No. 1103776142
Kenya Commercial Bank
Kabarnet Branch

(h) Independent Auditors

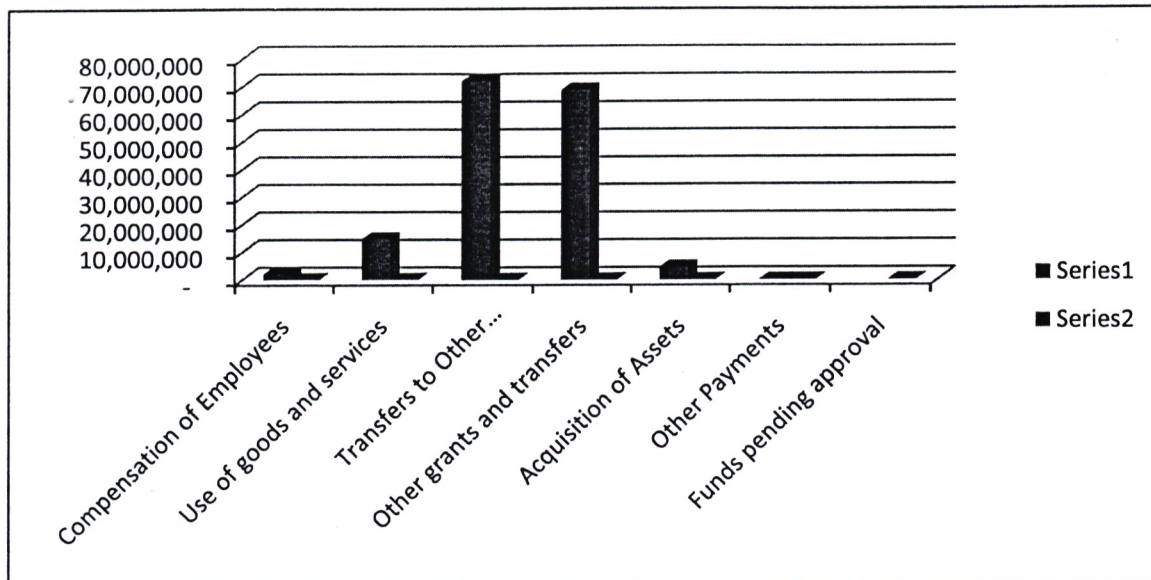
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

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

Chart 2 Showing the Summary of the total total payments for the financial year 2021/2022



KEY ACHIEVEMENTS DURING THE FINANCIAL YEAR 2021/2022

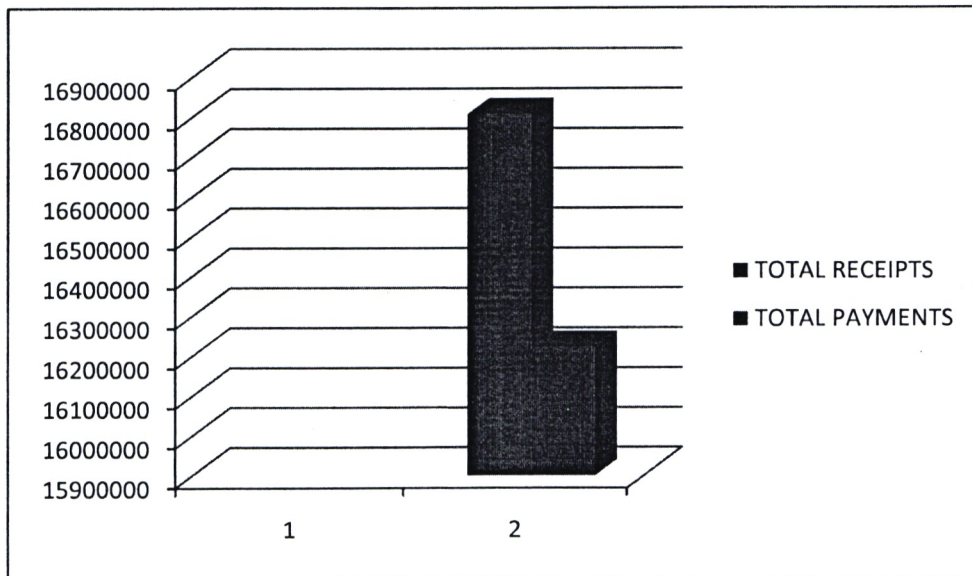
- In the financial year the NG-CDFC disbursed **Kshs. 52,800,165** as bursary to needy students in secondary schools and tertiary institutions which benefited **2480** students in Secondary Schools, **425** beneficiaries in tertiary institutions and **680** students in universities.
- The NG-CDFC managed to construct 72 Classrooms, 1 School Kitchen and 2 School Laboratories.
- Further to improve services to constituents of Baringo North, NG-CDFC was able to complete, its office in Kabartonjo which accommodates all Sub County National Government Offices, Member of Parliament office, Deputy Commissioner's Office and the Kenya Police Service Office.

II. NG-CDFC Chairman’s Report

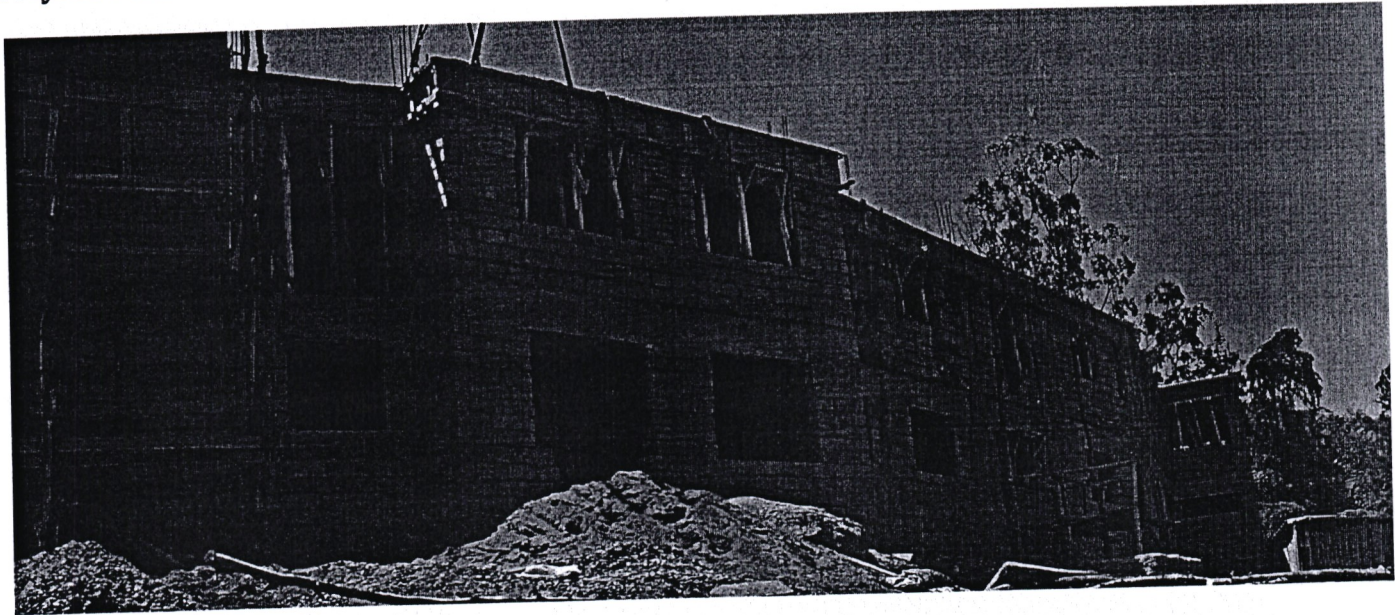


The Baringo North Constituency this financial year 2021/2022 was allocated Kshs.137,088,879 out of which Kshs.113,088,879 was received (82.5%) Bursary was allocated the largest share of 35% from the overall budget and 51% allocated to the infrastructure of both primary and secondary.

Chart 1 Showing the Summary of the total receipts compared to total payments for the financial year 2021/2022



Projects Pictorials

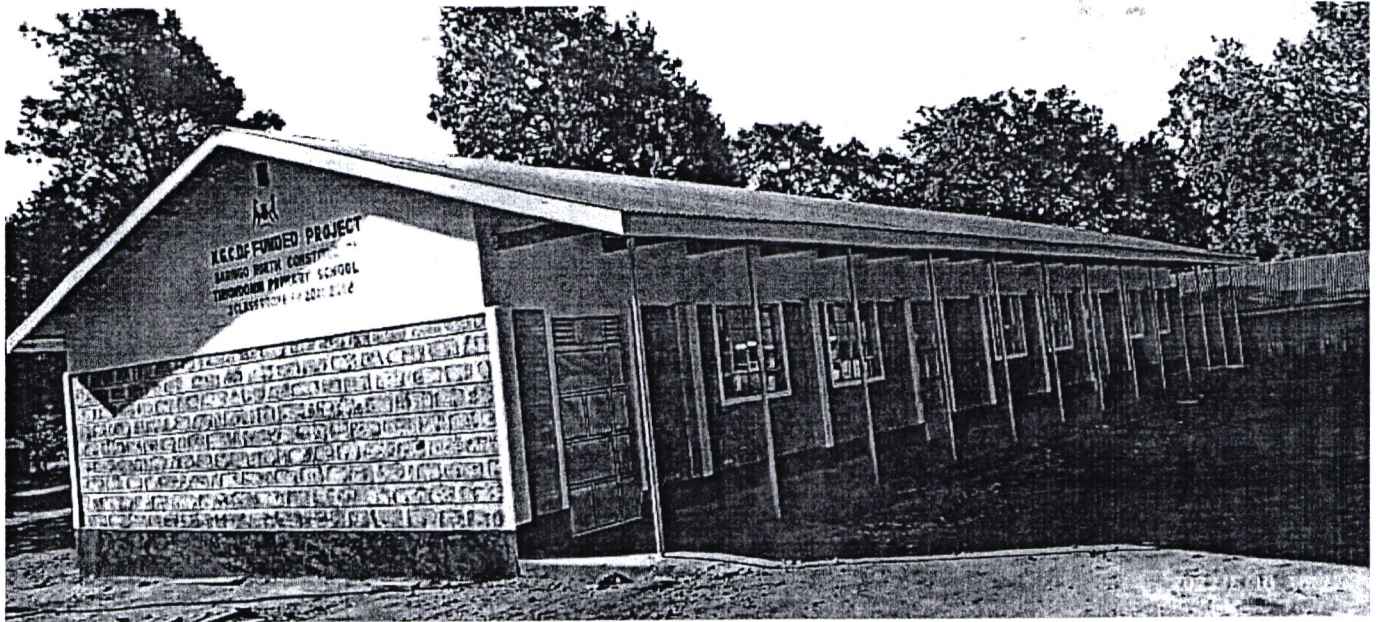


Bartolimo Secondary School - Construction of 40 double Decker Bed two storey Dormitory



TERMET PRIMARY .CONSTRUCTION OF FOUR CLASSROOMS

*Baringo North Constituency
National Government Constituencies Development Fund (NGCDF)
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TIRIONDONN PRIMARY .CONSTRUCTION OF THREE CLASSROOMS



KAMPI NYAZI PRIMARY .CONSTRUCTION OF FOUR CLASSROOMS

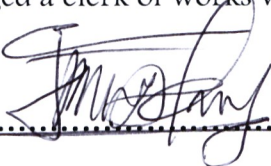
IMPLEMENTATION CHALLENGES

Despite of the above impressive performance the NG-CDFC noted the following challenges: -

- Increased emergency cases due to heavy rains which mostly resulted into collapse of pit latrines especially in the low land schools, wind blowing of roofs and dereliction of feeder roads due to heavy rains. The constituency had to spent part of its emergency allocation to mitigate some of the issues above which fall under national government.

- Insecurity in some parts of the constituency. The constituency partnered with sub county security agents to restore normalcy.

- Inadequate technical officers especially in the area of building and construction which also leads to slow processing of documentation hence delayed implementation of projects. We have engaged a clerk of works who is helping in bridging the gap.



.....
**STANLEY AMDANY
CHAIRMAN NGCDF COMMITTEE**

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

Introduction

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

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

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels. 	In FY 21/22 we increased number of classrooms by 76, constructed 8 new toilets to completion, 2 dormitories Bursary; 3585 beneficiaries that has enhanced learning process.
Security	To enhance security to the society	Improve peace and unity to community in various wards within the sub county	Number of usable physical infrastructure built in locations, sub locations and police stations	In FY 21/22 We Completed 2 chiefs office and 1 ongoing 2 police post/ station
Sports	To enhance cohesion and peace among the youths	Improve peace and unity among the clans living in the	Number of teams per ward who participated.	In FY 21/22 The participating teams increased from 25 to 38 in

***Baringo North Constituency
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		constituency		foot ball and 19 to 26 in volleyball.
Emergency	To cater for the unforeseen in the constituency	Save on emergency situations.	No of projects fund ended under emergency	In Fy 2021/22 a total of 4 each four door was constructed complete and in use.

IV. Environmental and Sustainability Reporting

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

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

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

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

2. Environmental performance

- Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar
- Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.
- NG-CDF staff have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.

3. Employee welfare

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

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

Baringo North NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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



.....
Bernard Korir

FAM

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

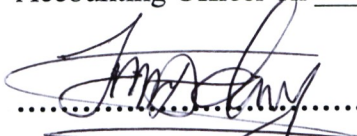
The Accounting Officer in charge of the NGCDF-Baringo North Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting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

***Baringo North Constituency
National Government Constituencies Development Fund (NGCDF)
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The Accounting Officer in charge of the NGCDF Baringo North 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- Baringo North Constituency financial statements were approved and signed by the Accounting Officer on _____ 2022.



.....

Name: Stanley Amdany

Chairman – NGCDF Committee



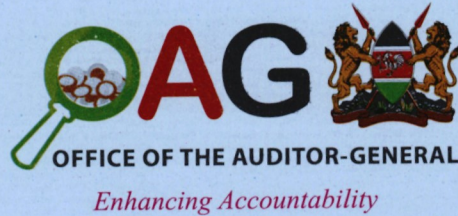
.....

Name: Bernard Korir

Finance Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

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

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether Public Resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended the 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 - Baringo North Constituency set out on pages 1 to

Report of the Auditor General on National Governments Constituencies Development Fund – Baringo North Constituency for the year ended 30 June, 2022

49, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1.0 Inaccuracies in the Financial Statements

The financial statements presented for audit had the following inaccuracies: -

- 1.1. Note 12A to the financial statements reflects comparative retention amount of Kshs.4,935,629 instead of the audited balance Kshs.5,312,671 resulting to an unreconciled and unexplained variance of Kshs.377,042;
- 1.2. The statement of cash flow reflects comparative opening cash balance of Kshs.24,237,598 instead of the audited balance of Kshs.19,811,861 resulting to an unreconciled and unexplained variance of Kshs.4,425,737;
- 1.3. The statement also reflects comparative closing cash balance of Kshs.28,663,335 instead of the audited balance of Kshs.24,237,598 resulting to an unreconciled and unexplained variance of Kshs.4,425,737.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2.0 Unreconciled Differences in Employee Compensation

The statement of receipts and payments reflect compensation of employees amount of Kshs 2,064,552. However, the supporting schedules reflects Kshs.1,676,952 resulting to an unreconciled and unexplained variance of Kshs.387,600.

In the circumstances, the accuracy and completeness of compensation of employees amount of Kshs.2,064,552 could not be confirmed.

3.0 Variances between Financial Statements and Supporting Schedules

The statement of receipts and payments reflects use of goods and services of Kshs.14,820,220 which differed with the supporting schedules amount of Kshs.9,663,068 resulting to unreconciled and unexplained variance of Kshs.5,154,981 as detailed below:

Report of the Auditor General on National Governments Constituencies Development Fund – Baringo North Constituency for the year ended 30 June, 2022

Particulars	Financial Statement Amount (Kshs.)	Supporting Schedule Amount (Kshs.)	Variance (Kshs.)
Electricity	121,092	32,089	89,003
Water and Sewerage Charges	96,500	15,000	81,500
Communication, Supplies and Services	314,660	90,770	223,890
Domestic Travel and Subsistence	2,285,200	1,000,000	1,285,200
Printing, Advertising and Information Supplies and Services	387,249	0	387,249
Training Expenses	0	2,010,600	(2,010,600)
Hospitality Supplies and Services	257,805	474,124	(216,319)
Other Committee Expenses	5,543,479	1,830,999	3,712,480
Committee Allowances	2,825,420	1,239,081	1,586,339
Office General Supplies and Services	866,263	1,283,505	(417,242)
Fuel, Oil and Lubricants	1,100,000	1,150,000	(50,000)
Bank Charges	21,041	0	21,041
Other operating Expenses	150,000	0	150,000
Routine Maintenance MV	704,340	536,900	167,440
Routine Maintenance Other Assets	145,000	0	145,000
Total	14,818,049	9,663,068	5,154,981

In the circumstances, the accuracy and completeness of use of goods and services expenditure of Kshs.14,820,220 could not be confirmed.

4.0 Unsupported Transfers to Other Government Units

The statement of receipts and payments reflects transfers to other government units of Kshs.71,900,000. However, the Project Management Committee bank statements, expenditure returns and project implementation status report in support of the amount were not provided for audit.

In the circumstances, the accuracy and completeness of transfers to other government units of Kshs.71,900,000 could not be confirmed.

5.0 Unsupported Bursary Payments

The statement of receipts and payments reflects other grants and payments of Kshs.68,804,304. This amount includes bursary payments to secondary schools of Kshs.35,135,215 and tertiary institutions of Kshs.17,664,950 totalling to Kshs.52,800,165 which were not supported by detailed schedules indicating the student name, admission number, cheque number, amount awarded and name of institution.

In the circumstances, the regularity, accuracy and completeness of bursary payments of Kshs.52,800,165 could not be confirmed.

6.0 Unsupported Sports Expenditure

The statement of receipts and payments reflects other grants and transfers of Kshs.68,804,304 as disclosed in Note 7 to the financial statement out of which, Kshs.5,977,739 incurred on sports expenditure. However, the amount differs with the supporting schedule of Kshs.6,428,739 resulting to an unreconciled and unexplained variance of Kshs.410,000. Further, no store receipt and issue vouchers supported with the distribution list of items procured were provided for audit.

In the circumstances, the accuracy and completeness of the sports expenditure of Kshs.6,428,739 could not be confirmed.

7.0 Unsupported Acquisition of Assets

The statement of receipts and payments reflects acquisition of assets of Kshs.4,631,320. However, the amount differs with the summary of fixed assets balance of Kshs.4,537,320 resulting to an unreconciled and unexplained variance of Kshs.94,000. The amount also includes purchase of Information Communication Technology (ICT) equipment, software and other assets of Kshs.1,753,320 in respect to internet facility. However, a physical verification conducted in the month of March, 2023 revealed that the Fund offices had no access to internet facilities.

In the circumstances, the accuracy and completeness of acquisition of assets amount of Kshs.4,631,320 could not be confirmed.

8.0 Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.29,070,716. However, the bank reconciliation statement presented in support of the balance reflects payments in cashbook not yet recorded in bank statement (unpresented cheques) of Kshs.1,717,493 whose clearance were not supported by subsequent bank statements.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.29,070,716 could not be confirmed.

9.0 Unsupported Project Management Committee Bank Balances

Annex 5 to the financial statements reflects project management committee bank balances of Kshs.41,907,865 and balance brought forward of Kshs.79,551,792. However, the Management Committee (PMC) bank balances, expenditure returns and project implementation status reports in support of the balances were not provided for audit.

In the circumstances, the accuracy and completeness of Project Management Committee account bank balances of Kshs.41,907,865 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 - Baringo North 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

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.216, 710,263 and Kshs.192,121,283 respectively resulting to underfunding of Kshs.24,588,879 or 11% of the budget. Similarly, the Fund spent Kshs.162,220,396 against an approved budget of Kshs.216,896,361 resulting to an under performance of Kshs.54,675,965 or 25% of the budget.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that Public Resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 June, 2023

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

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

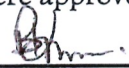
	2021-2022	2020-2021
RECEIPTS		
Transfers from NGCDF Board	1 167,883,685	152,272,918
Proceeds from Sale of Assets	2 -	-
Other Receipts	3 186,200	-
TOTAL RECEIPTS	168,069,885	152,272,918
PAYMENTS		
Compensation of employees	4 2,064,552	1,931,214
Use of goods and services	5 14,820,220	6,740,423
Transfers to Other Government Units	6 71,900,000	111,756,280
Other grants and transfers	7 68,804,304	23,868,600
Acquisition of Assets	8 4,631,320	3,699,565
Other Payments	9 -	-
TOTAL PAYMENTS	162,220,396	147,996,082
SURPLUS/DEFICIT	5,849,489	4,276,837

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

The Constituency financial statements were approved on _____ 2022 and signed by:


Fund Account Manager

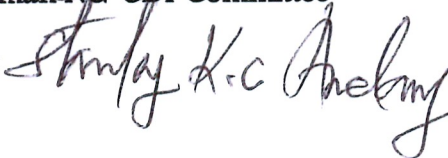
Name:


National Sub-County
Accountant

Name: Kipkirui Siga
ICPAK M/No:11884


Chairman NG-CDF Committee

Name:



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

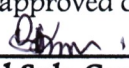
VIII. Statement of Assets and Liabilities As At 30th June, 2022

Statement of Assets and Liabilities As At 30 th June, 2022			
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	29,070,716	24,237,598
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		29,070,716	24,237,598
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		29,070,716	24,237,598
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	4,180,108	4,935,629
Gratuity	12B	318,888	579,738
TOTAL FINANCIAL LIABILITIES		4,498,996	5,515,367
NET FINANCIAL ASSETS		24,571,720	18,722,231
REPRESENTED BY			
Fund balance b/fwd 1st July...		18,722,231	14,445,395
Prior year adjustments	14	-	-
Surplus/Deficit for the year		5,849,489	4,276,837
NET FINANCIAL POSITION		24,571,720	18,722,232

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

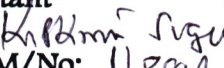
The Constituency financial statements were approved on _____ 2022 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name:

Name: 
ICPAK M/No: 11820

Name: 

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


Receipts from operating activities			
Transfers from NGCDF Board	1	167,883,685	152,272,918
Other Receipts	3	186,200	-
		168,069,885	152,272,918
Payments for operating activities			
Compensation of Employees	4	2,064,552	1,931,214
Use of goods and services	5	14,820,220	6,740,423
Transfers to Other Government Units	6	71,900,000	111,756,280
Other grants and transfers	7	68,804,304	23,868,600
Other Payments	9	-	-
		157,589,076	144,296,517
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	(1,016,372)	148,901
Prior year Adjustments	14	-	-
Net Adjustments		(1,016,372)	148,901
Net cash flow from operating activities		9,464,437	8,125,303
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(4,631,320)	(3,699,565)
Net cash flows from Investing Activities		(4,631,320)	(3,699,565)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	10	28,663,335	24,237,598
Cash and cash equivalent at END of the year		33,496,452	28,663,335

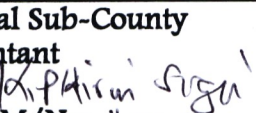
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved on _____ 2022 and signed by:

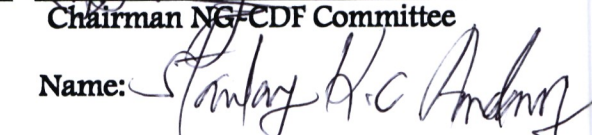

Fund Account Manager

Name:  Logan Bernard


National Sub-County Accountant

Name:  K. P. K. M. Siga
ICPAK M/No: 11882


Chairman NG-CDF Committee

Name:  Stanley O. C. Anderson

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

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




Transfers from NG-CDF Board	137,088,879	24,237,598	55,383,685	216,710,163	192,121,283	24,588,879	88.7%
Proceeds from Sale of Assets				0	0		0.0%
Other Receipts (AIA)		186,200.00	-	186,200	0		0.0%
TOTAL RECEIPTS	137,088,879	24,423,798	55,383,685	216,896,363	192,121,283	24,588,879	88.6%
PAYMENTS							
Compensation of Employees	1,553,880	2,004,890	-	3,558,770	2,064,552	1,494,218	58.0%
Use of goods and services	10,136,820	6,486,141	-	16,622,961	14,820,220	1,802,741	89.2%
Transfers to Other Government Units	77,700,000	4,161,962	18,508,038	100,370,000	71,900,000	28,470,000	71.6%
Other grants and transfers	47,198,179	1,267,504	26,580,840	75,046,522	68,804,304	6,242,218	91.7%
Acquisition of Assets	-	10,309,135	10,294,806	20,603,941	4,631,320	15,972,621	22.5%
Other Payments	-	1,588	-	1,588	-	1,588	0.0%
Funds pending approval	500,000	192,578	-	692,578		692,578	0.0%
TOTAL	137,088,879	24,423,798	55,383,684	216,896,361	162,220,396	54,675,965	74.8%

(a) Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%) The under utilization in compensation of employees, use of goods and service and Acquisition of assets is as a result of delay in receipt of funds from the board. Acquisition of assets.

The changes in original and final budget are as a result of funds received in the financial year 2021/2022 but relates to the financial year 2020/2021.

RECONCILIATION OF SUMMARY STATEMENT OF APPROPRIATION TO STATEMENT OF EXPENSES AND FINANCIAL RESOURCES	
	Amount
Budget utilization difference totals	54,675,965
Less undistributed funds receivable from the Board as at 30th June 2022	24,588,879
Add Accounts payable	30,087,085
Less Accounts Receivable	(1,016,372)
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/22	29,070,714

The Constituency financial statements were approved on _____ 2022 and signed by:

<p> Fund Account Manager</p> <p>Name: <i>Doni Bernard</i></p>	<p> National Sub-County Accountant</p> <p>Name: <i>Kirikiri Sgei</i> ICPAK M/No: <i>11874</i></p>	<p> Chairman NG-CDF Committee</p> <p>Name: <i>Stanley K. Andrew</i></p>
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Programme/Sub-programme	Original Budget	Adjustments Opening Balance (C/B) and AIA	Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
Kapluk Secondary			500,000	500,000	-	500,000
Tirimionin Secondary			400,000	400,000	-	400,000
Kimugul Secondary			2,000,000	2,000,000	-	2,000,000
3.3 Acquisition of Assets						
NGCDF office	886,400	440,000	-	1,326,400	1,326,400	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-
3.5 Unutilised	5,807	-	1,392,207	1,398,014	-	1,398,014
Total	7,192,207	440,000	6,192,207	13,824,414	7,626,400	6,198,014
4.0 Bursary and Social Security						
4.1 Secondary Schools	19,700,000	-	13,790,700	33,490,700	33,490,700	-
4.2 Tertiary Institutions	15,308,039	1,426	4,000,000	19,309,465	19,309,465	-
4.3 Social Security						
4.4 Special Needs						
Total	35,008,039	1,426	17,790,700	52,800,165	52,800,165	-
5.0 Sports						
5.1	2,597,933	826,078	2,597,933	6,021,944	5,977,739	44,205
Total	2,597,933	826,078	2,597,933	6,021,944	5,977,739	44,205
6.0 Environment						
Total	-	-	-	-	-	-
7.0 Primary Schools Projects						
Rondinin Primary School	-	-	2,000,000	2,000,000	2,000,000	-
Moigutwo Primary School	-	-	4,000,000	4,000,000	4,000,000	-
Tilingwo Primary School	-	-	2,000,000	2,000,000	2,000,000	-
Mondo Primary School	-	1,491,962	508,038	2,000,000	2,000,000	-
Barsiso Primary School	-	-	2,000,000	2,000,000	2,000,000	-

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

Programme/Sub-programme	Original Budget 2021/2022 Kshs	Adjustments Opening Balance (C/B) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs	Final Budget 2021/2022 Kshs	Actual on comparable basis 30/06/2022 Kshs	Budget utilization difference Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	1,553,880	2,004,890	-	3,558,770	2,064,552	1,494,218
1.2 Committee allowances	1,000,000	967,382	-	1,967,382	1,955,620	11,762
1.3 Use of goods and services	5,239,920	3,806,421	-	9,046,341	7,321,121	1,725,220
Total	7,793,800	6,778,693	-	14,572,493	11,341,293	3,231,200
2.0 Monitoring and evaluation						
2.1 Capacity building	1,000,000	214,588	-	1,214,588	1,208,178	6,410
2.2 Committee allowances	2,846,900	1,442,550	-	4,289,450	4,287,900	1,550
2.3 Use of goods and services	50,000	55,200	-	105,200	47,401	57,799
Total	3,896,900	1,712,338	-	5,609,238	5,543,479	65,759
3.0 Emergency						
3.1 Primary Schools						
Boin Primary			1,000,000	1,000,000	-	1,000,000
Kapkwang primary			300,000	300,000	-	300,000
Rondinin Primary			200,000	200,000	-	200,000
Keturwo Primary	500,000		-	500,000	500,000	-
Chemura Primary	600,000		-	600,000	600,000	-
Kilingot Primary	900,000		-	900,000	900,000	-
Poi Primary	2,500,000		-	2,500,000	2,500,000	-
Kagir Primary	900,000		-	900,000	900,000	-
Sibilo Primary	900,000		-	900,000	900,000	-
3.2 Secondary schools						
Sibilo Secondary			300,000	300,000	-	300,000
Poi secondary			100,000	100,000	-	100,000

Programme/Sub-programme	Original Budget 2021/2022	Adjustments Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
Kaptumin Primary School	-	-	2,000,000	2,000,000	2,000,000	-
Kormor Primary School	-	-	2,000,000	2,000,000	2,000,000	-
Moinonin Primary School	-	-	2,000,000	2,000,000	2,000,000	-
Kapturo Primary School	-	-	2,000,000	2,000,000	-	2,000,000
Mormorio Primary School	-	4,000	-	4,000	-	4,000
Timionin Primary School	-	166,000	-	166,000	-	166,000
Kaptorot Primary School	-	2,500,000	-	2,500,000	2,500,000	-
Kabaret Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kirinygalia Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Kapkirwok Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Ngeiwan Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Sumeiyon Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Seremwo Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Tiloi Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kapkomon Primary School	500,000	-	-	500,000	500,000	-
Sogom Primary School	500,000	-	-	500,000	500,000	-
Nuregoi Primary School	400,000	-	-	400,000	400,000	-
Korosechun Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Koindui Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Kapkiamo Primary School	1,000,000	-	-	1,000,000	1,000,000	-
Sutiechun Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kibenos Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kapkole Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Rormoch Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Biringweny Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Akoroyan Primary School	1,500,000	-	-	1,500,000	1,500,000	-
Bartum Primary School	400,000	-	-	400,000	400,000	-

Programme/Sub-programme	Original Budget	Adjustments Opening Balance (C/B) and A/A	Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
Tibingar Primary School	300,000	-	-	300,000	300,000	-
Kibiyokwoni Primary School	400,000	-	-	400,000	400,000	-
Karimo Primary School	400,000	-	-	400,000	400,000	-
Loruk Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kasitet Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kapfigit Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Muchukwo Primary School	1,000,000	-	-	1,000,000	1,000,000	-
Ayalya Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Cheptigit Primary School	1,000,000	-	-	1,000,000	1,000,000	-
Maregut Primary School	200,000	-	-	200,000	200,000	-
Litein Primary School	600,000	-	-	600,000	600,000	-
Kiptoleyo Primary School	350,000	-	-	350,000	350,000	-
Maramar Primary School	450,000	-	-	450,000	450,000	-
Rosondonn Primary School	200,000	-	-	200,000	200,000	-
Kapkarani Primary School	200,000	-	-	200,000	200,000	-
Kaprorot Primary School	500,000	-	-	500,000	-	500,000
Barwessa Primary School	500,000	-	-	500,000	500,000	-
Bartabwa Primary School	1,200,000	-	-	1,200,000	-	1,200,000
Toboroi Primary School	400,000	-	-	400,000	400,000	-
Kapngeyo Primary School	500,000	-	-	500,000	500,000	-
Barinter Primary School	400,000	-	-	400,000	400,000	-
Kinyach Primary School	400,000	-	-	400,000	400,000	-
Kasok Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kaptoin Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Barkebo Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Boin Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Kamotony Primary School	1,600,000	-	-	1,600,000	1,600,000	-

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Torokwonin Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Kitibei Primary School	1,000,000	-	-	1,000,000	1,000,000	-
Embo-Rutto Primary School	500,000	-	-	500,000	500,000	-
Reboko Primary School	400,000	-	-	400,000	400,000	-
Kureschun Primary School	200,000	-	-	200,000	200,000	-
Aiyabo Primary School	400,000	-	-	400,000	400,000	-
Chesangich Primary School	2,000,000	-	-	2,000,000	-	2,000,000
Chemura Primary School	2,000,000	-	-	2,000,000	2,000,000	-
Total	63,400,000	4,161,962	18,508,038	86,070,000	62,200,000	23,870,000
8.0 Secondary Schools Projects						-
Kapkwang Secondary School	2,000,000	-	-	2,000,000	2,000,000	-
Arap Moi Secondary School	2,200,000	-	-	2,200,000	2,200,000	-
Kapkirwok Secondary School	300,000	-	-	300,000	-	300,000
Kinyach Secondary School	4,000,000	-	-	4,000,000	2,000,000	2,000,000
Kampi Ya Samaki Secondary School	1,300,000	-	-	1,300,000	-	1,300,000
Yatia Secondary School	1,000,000	-	-	1,000,000	1,000,000	-
Kapluk Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
Bartolimo Secondary School	2,000,000	-	-	2,000,000	2,000,000	-
Katibel Secondary School	500,000	-	-	500,000	500,000	-
Total	14,300,000	-	-	14,300,000	9,700,000	4,600,000
9.0 Tertiary institutions Projects						-
10.0 Security Projects						-
Muchukwo Chiefs Office	400,000	-	-	400,000	400,000	-
Kinyach Chiefs Office	2,000,000	-	-	2,000,000	2,000,000	-
Total	2,400,000	-	-	2,400,000	2,400,000	-
11.0 Acquisition of assets						-
11.2 Construction of CDF office	-	10,262,521	10,294,806	20,557,327	4,631,320	15,926,007

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
11.3 Purchase of furniture and equipment	-	46,614	-	46,614	-	46,614
Total	-	10,309,135	10,294,806	20,603,941	4,631,320	15,972,621
12.0 Other payments	-	-	-	-	-	-
12.1 Strategic Plan	-	1,588	-	1,588	-	1,588
Total	-	1,588	-	1,588	-	1,588
13.0 unallocated fund	-	-	-	-	-	-
Unapproved projects-katorin resource	500,000	186,200	-	686,200	-	686,200
sale of tender	-	2,000	-	2,000	-	2,000
interest received	-	4,378	-	4,378	-	4,378
Total	500,000	192,578	-	692,578	-	692,578
	137,088,879	24,423,798	55,383,684	216,896,361	162,220,396	54,675,965

(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

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

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

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

15. Related Party Transactions

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

XI. Notes to the Financial Statements

1. Transfers from NGCDF Board

DESCRIPTION	2021 - 2022	2020 - 2021
	Kshs.	Kshs.
NG-CDF Board		
AIE NO. B 104891		54,813,493
AIE NO. B 104986		9,000,000
AIE NO. B 124778		400,000
AIE NO. B 124804		800,000
AIE NO. B124892		8,500,000
AIE NO. B119697		12,000,000
AIE NO. B119737		6,900,000
AIE NO. B128347		7,000,000
AIE NO. B132092		6,000,000
AIE NO. B138760		12,000,000
AIE NO. B126056		7,000,000
AIE NO. B126345		11,600,000
AIE NO. B105132		4,259,425
AIE NO. B105190		12,000,000
AIE NO. A895056	10,294,806	
AIE NO. B140781	10,588,879	
AIE NO. B154258	18,000,000	
AIE NO. B128760	12,000,000	
AIE NO. B154363	12,000,000	
AIE NO. B105997	6,000,000	
AIE NO. B105729	22,000,000	
AIE NO. B105677	10,000,000	
AIE NO. B105622	34,000,000	
AIE NO. B140836	33,000,000	
TOTAL	167,883,685	152,272,918

2. Proceeds From Sale of Assets

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
TOTAL	-	-

Notes To the Financial Statements (Continued)

3. Other Receipts

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
Interest Received		-
Rents		-
Receipts from sale of tender documents	186,200	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	186,200	-

4. Compensation Of Employees

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
NG-CDFC Basic Staff Salaries	1,693,824	1,572,328
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	318,888	308,126
Employer Contributions Compulsory national social security schemes	51,840	50,760
Total	2,064,552	1,931,214

*Baringo North Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Notes To the Financial Statements (Continued)*

5. Use Of Goods and Services

	2021-2022 KSh.	2020-2021 KSh.
Electricity	121,092	17,579
Water & sewerage charges	96,500	-
Communication, supplies and services	314,660	37,130
Domestic travel and subsistence	2,285,200	682,800
Printing, advertising and information supplies & services	387,249	55,000
Training expenses		1,482,390
Hospitality supplies and services	257,805	-
Other committee expenses M\$E	5,543,479	1,410,000
Committee allowance	2,825,420	1,385,500
Office and general supplies and services	866,263	903,621
Fuel , oil & lubricants	1,100,000	400,000
Other operating expenses		3,359
Bank service commission and charges	21,041	-
Other Operating Expenses	150,000	-
Routine maintenance - vehicles and other transport equipment	704,340	363,044
Routine maintenance- other assets	145,000	
TOTAL	14,820,220	6,740,423

Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
Transfers to National Government entities		
Transfers to Primary Schools (see attached list)	62,200,000	87,456,280
Transfers to Secondary Schools (see attached list)	9,700,000	22,500,000
Transfers to Tertiary Institutions (see attached list)	-	1,800,000
Transfers to Health Institutions (see attached list)	-	-
TOTAL	71,900,000	111,756,280

7. Other Grants and Other transfers

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
Bursary – Secondary Schools (see attached list)	35,135,215	14,328,250
Bursary – Tertiary Institutions (see attached list)	17,664,950	8,265,750
Bursary – Special Schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	2,400,000	500,000
Sports projects (see attached list)	5,977,739	374,600
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	7,626,400	400,000
Total	68,804,304	23,868,600

8. Acquisition Of Assets

DESCRIPTION	2021-2022	2020-2021
	Kshs.	Kshs.
Purchase of Buildings		-
Construction of Buildings	94,000	2,178,170
Purchase of Office Furniture and General Equipment	0	1,521,395
Purchase of ICT Equipment, Software and Other ICT Assets	1,753,320	-
ICT Hub	0	-
Purchase of Specialized Plant, Equipment and Machinery	2,784,000	-
Rehabilitation and Renovation of Plant, Machinery and Equip.		-
Acquisition of Land		-
Acquisition of Intangible Assets		-
Total	4,631,320	3,699,565

Notes To the Financial Statements (Continued)

9. Other Payments

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

10: Cash Book Bank Balance

Name of Bank, Account No. & currency	2021 -2022	2020-2021
	Kshs.	Kshs.
<i>Name of Bank: K.C.B – Kabarnet Branch</i> <i>Account No.: 1103776142</i>	29,070,716	24,237,598
	-	-
TOTAL	29,070,716	24,237,598
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-

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>Korir Bernard</i>		-	-	-
<i>Korir Bernard</i>		-	-	-
<i>Korir Bernard</i>		-	-	-
<i>Korir Bernard</i>		-	-	-
<i>Korir Bernard</i>		-	-	-
<i>Korir Bernard</i>		-	-	-
<i>Total</i>				-

Notes to the Financial Statement Continued

12A. Retention

	2021-2022 KShs.	2020-2021 KShs.
Retention as at 1st July (A)	4,935,629	5,094,854
Retention held during the year (B)	-	217,817
Retention paid during the Year (C)	755,522	377,042
Closing Retention as at 30th June D= A+B-C	4,180,108	4,935,629

[

12B. Gratuity

	2021-2022 KShs.	2020-2021 KShs.
Gratuity as at 1st July (A)	579,738	271,612
Gratuity held during the year (B)	318,888	308,126
Gratuity paid during the Year (C)	579,738	-
Closing Gratuity as at 30th June D= A+B-C	318,888	579,738

13. Balances Brought Forward

DESCRIPTION	2021-2022 - (1st July, 2021) Kshs.	2020-2021 - (1st July 2020) Kshs.
Bank accounts	18,722,232	14,445,395
Cash in hand	-	-
Imprest	-	-
TOTAL	18,722,232	14,445,395

14. Prior Year Adjustments

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

15. Changes in Accounts Receivable – Outstanding Imprests

DESCRIPTION	2021 - 2022	2020-2021
	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	-	-

16. Changes in Accounts Payable – Deposits and Retentions

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
Deposit and Retentions as at 1 st July (A)	5,515,367	5,366,466
Deposit and Retentions held during the year (B)	318,888	525,943
Deposit and Retentions paid during the Year (C)	1,335,260	377,042
closing account Payable D= A+B-C	4,498,996	5,515,367
Changes in Accounts payable=D-A	(1,016,372)	148,901

Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

DESCRIPTION	2021 - 2022	2020-2021
	Kshs.	Kshs.
NGCDFC Staff	318,888	579,738
Others (<i>specify</i>)		-
TOTAL	318,888	579,738

17.3: Unutilized Fund (See Annex 3)

DESCRIPTION	2021 - 2022	2020-2021
Compensation of employees	1,494,218	1,696,624
Use of goods and services	1,802,741	5,810,338
Amounts due to other Government entities (see attached list)	28,470,000	22,120,000
Amounts due to other grants and other transfers (see attached list)	6,242,218	28,044,894
Acquisition of assets	15,972,621	11,497,785
Others (<i>specify</i>)	1,588	7,936
Funds pending approval	692,578	10,294,806
TOTALS	54,675,965	79,472,383

17.4: PMC account balances (See Annex 5)

		2020-2021	2021-2022
PMC account balances (see attached list)		41,907,865	79,551,792
TOTAL		41,907,865	79,551,792

Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
11.					
12.					
Sub-Total					
Grand Total					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding balance 30th June 2022	Comments
NG-CDFC Staff				
1. EVANS KAKOKO	CLERK OF WORKS	1/7/2018	111,300	
2. VINCENT KIPKULEI	ACCOUNTS CLERK	1/7/2018	87,036	
3. DORCAS KANGOR	SECRETARY	1/7/2018	78,252	
4.SHEILA CHESANG	SUPPORT STAFF	1/7/2018		

			42,300	
Sub-Total				
Grand Total			318,888	

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/ 2022	Outstanding Balance 2020/2021	Comments
Compensation of employees	Salary for staff	1,494,218	1,696,624	
Use of goods & services	Facilitation of office operation	1,802,741	5,810,338	
Sub-Total		3,296,959	7,506,962	
Amounts due to other Government entities				
PRIMARY SCHOOLS				
Mormorio primary school	Renovation of four classrooms	4,000		
Tirimionin primary school	Renovation of four classrooms	166,000		
Kirinygalia primary school	Construction of two class rooms	2,000,000		
Kapkirwok primary school	Construction of two class rooms	2,000,000		
Ngeiwan primary school	Construction of two class rooms	2,000,000		
Sumeiyon primary school	Construction of one class rooms	1,000,000		
Korosechun primary school	Construction of two class rooms	2,000,000		
Koindui primary school	construction of one class rooms	1,000,000		
Rormoch primary school	Construction of two class rooms	2,000,000		
Biringweny primary school	Construction of one class rooms	1,000,000		
Kaptigit primary school	construction of two class rooms	2,000,000		
Ayatya primary school	Construction of one class rooms	1,000,000		
Kaptorot primary school	Completion of three classrooms	500,000		
Bartabwa primary school	Renovation of three class rooms	1,200,000		
Boin primary school	Purchase of three acres of land	2,000,000		
Chesangich primary school	Construction of two class rooms	2,000,000		
Boin primary	Purchase of land	1,000,000		
Kapkwang primary	Completion of classroom	300,000		
Rondinin primary	Completion of classroom	200,000		
Kapkirwok secondary school	Completion of administration			

Name	Brief Transaction Description	Outstanding Balance 2021/ 2022	Outstanding Balance 2020/2021	Comments
	block	300,000		
Kinyach secondary school	Construction of laboratory	2,000,000		
Kampi ya samaki secondary school	Construction of laboratory	1,300,000		
Kapluk secondary school	Completion of library	1,000,000		
Sibilo secondary	Completion of classrooms	300,000		
Poi secondary	Completion of classrooms	100,000		
Kapluk secodary	Completion of library	500,000		
Tirimionin secondary	Completion of classrooms	400,000		
Kimugul secondary	Construction of dormitory	2,000,000		
Kaptorot primary school	Construction of 3 classrooms		2,500,000	
Kormor primary school	Construction of 2 classroom		2,000,000	
Moinonin primary school	Construction of 2 classroom		2,000,000	
Kapturo primary school	Construction of 2 classroom	2,000,000	2,000,000	
Moigutwo primary school	Construction of 4 classroom		4,000,000	
Tilingwo primary school	Construction of 2 classroom		2,000,000	
Tirimionin primary school	Renovation of classrooms		166,000	
Mondo primary school	Construction of 2 classroom		2,000,000	
Barsiso primary school	Construction of 2 classroom		2,000,000	
Kaptumin primary school	Construction of 2 classroom		2,000,000	
Mormorio primary school	Renovation of classroom		4,000	
Sub-Total		33,270,000	20,670,000	
Amounts due to other grants and other transfers				
BURSARY- TERTIARY/UNIVERSITIES	Payment of bursary to needy students	0	16,658,729	
SPORTS	Facilitation of sports activities	44,205	3,424,011	
EMERGENCY	Emergency intervention	1,398,014	7,412,154	
Sub-Total		1,442,219	27,494,894	
Acquisition of assets				
CONSTRUCTION OF NGCDF OFFICE	Construction of NG-CDF office	15,926,007	11,451,171	
PURCHASE OF FURNITURE AND EQUIPMENTS	Purchase of furniture	46,614	46,614	
Sub-Total			11,497,785	
Others (specify)				
SALE OF TENDER	A.I.A	186,200	2,000	
INTEREST RECEIVED	Interest received	4348	4,348	
STRATEGIC PLAN	Strategic plan	1538	1,588	
Sub-Total		192,086	7,936	
Funds Pending Approval	Completion of NG-CDF Office		10,294,806	
Funds Pending Approval	Katorin Resource Centre	500,000		
Grand Total		54,675,965	79,472,383	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	-	-		
Buildings and structures	53,833,345			53,833,345
Transport equipment	5,757,813			5,757,813
Office equipment, furniture and fittings	3,424,686	2,784,000		6,208,686
ICT Equipment, Software and Other ICT Assets	1,747,656	1,753,320		3,500,976
Other Machinery and Equipment	-			-
Heritage and cultural assets	-			-
Intangible assets	-			-
Total	64,763,500	4,537,320		69,300,820

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

PMC	Bank	Account number	Date of opening a/c	Bank Balance 2021/22	Bank Balance 2020/21
Akoroyan Pry school	KCB	1112276831	12/5/2021	5,971	
Bartum Pry school	KCB	1110726910	11/5/2021	460,157	
Biringweny pry. School	KCB	1111069158	17/8/2021	198,882	
Kamotiony Pry School	KCB	1110667655	17/2/22	1,239	
Kampi ya Samaki Sec. Sch	KCB	1109880006	16/2/2020	710,130	
Kapkole pry. School	KCB	1110746962	18/5/2021	19,649	
Karimo pry School	KCB	1124842977	13/4/2020	830	
Koindui Pry School	KCB	1111033846	3/8/2021	1,557	
Loruk pry. School	KCB	1168270049	6/2/2021	822,667	
Moinonin Pry. School	KCB	1110522444	9/2/2021	8,790	
Rondinin Pry School	KCB	1111061416	6/7/2020	1,137,607	
Rormoch pry school	KCB	1210467577	4/7/2020	2,916	
Tibingar pry school	KCB	1110870213	5/8/2021	199,143	
Yatia secondary school	KCB	1171922094	14/6/2020	9,072	
Sutiechun pry school	KCB	1158652763	23/8/2020	2,000,925	
Aiyebo Pry. School	KCB	1129801349	14/5/2021	413,829	
Barkebo Pry. School	KCB	1296495590	26/5/2020	1,997,950	
Bartolimo Sec School	KCB	1110344651	25/4/2021	1,014,917	
Boin Pry School	KCB	1296355497	27/9/2021	10	
Emboruto pry School	KCB	1110764383	25/3/2020	56,728	
Kasok Pry School	KCB	1110722710	26/4/2020	222	
Kibiriyokwonin pry school	KCB	1135859906	27/8/2021	3,393	
Kitibei pry school	KCB	1296660133	14/8/2021	997,950	
Kureschun Pry. School	KCB	1110776675	17/9/2021	214,280	
Mondo Pry School	KCB	1111073309	25/4/2021	91,559	

PMC	Bank	Account number	Date of opening a/c	Bank Balance 2021/22	Bank Balance 2020/21
Torokwonin Pry school	KCB	1172033404	14/7/2020	828,601	
Rebeko pry school	KCB	1274618959	15/8/2020	545,505	
Tirimionin pry school	KCB	12860113410	12/6/2020	1,772,887	
Kapkirwok Pry.School	KCB	1110768052	12/6/2021	1,062	
Kapkirwok Sec School	KCB	1109780230	25/7/2019	1,830	
Kapkomon Pry Schools	KCB	1112771778	20/6/2020	904,347	
Kapkwang sec. school	KCB	1291178228	13/6/2020	1,055,290	
Kaptumin Pry. School	KCB	1110479468	25/5/2021	253,397	
Kirinygalia pry school	KCB	1111253978	29/4/2021	3,686	
Korosechun Pry.school	KCB	1112290567	27/3/2019	4,316	
Mormorio Pry School	KCB	1135446474	1/4/2021	960	
Ngeiwan Pry. School	KCB	1140500104	5/6/2021	3,750	
Nuregoi Pry School	KCB	1110559054	9/7/2021	557,913	
Seremwo Pry. School	KCB	1136150374	14/7/2020	2,001,483	
Sogom Pry School	KCB	1110510268	28/4/2020	902,276	
Sumeiyon Pry School	KCB	1110562586	17/4/2021	1,066	
Tiloi pry sch	KCB	1183686919	19/7/2021	2,000,788	
Kapkiamo pry school	KCB	1110567677	28/8/2021	1,602	
Kabarbet pry school	KCB	1112251464	24/4/2022	(939)	
Arap Moi sec. school	KCB	1225954010	27/6/2020	2,200,188	
Bartabwa Pry School	KCB	1110712154	14/6/2021	-	
Barinter pry school	KCB	1283977613	29/5/2021	295,713	
Kapng'etyo pry school	KCB	1119497086	28/6/2020	508,949	
Kapturo Pry.school	KCB	1111830819	27/6/2019	1,827	
Kibenos pry school	KCB	1293339946	16/5/2021	1,956,250	
Kinyach pry school	KCB	1155218914	18/6/2020	1,699	
Kinyach mixed sec school	KCB	1294777610	15/9/2021	1,028,849	

PMC	Bank	Account number	Date of opening a/c	Bank Balance 2021/22	Bank Balance 2020/21
Kinyach chiefs office	KCB	1294078798	25/8/2021	1,969,410	
Moigutwo Pry School	KCB	1110870264	25/8/2021	314,599	
Toboroi Pry. School	KCB	1135611815	29/6/2021	518,331	
Kisitet pry school	KCB	1293339741	17/8/2020	2,000,500	
Barsiso pry school	KCB	1287566987	17/9/2021	1,999,974	
Ayatya Pry. School	KCB	1110547943	26/9/2020	2,018	
Barwessa Pry. School	KCB	1111225494	25/4/2022	1,433	
Chemura pry school	KCB	1234183293	25/8/2021	1,153,365	
Cheptigit Pry. School	KCB	1125318333	23/9/2020	974	
Chesangich Pry school	KCB	1131294696	24/7/2021	1,243	
Kapkarani Pry School	KCB	1134744528	26/9/2020	1,051	
Kapluk Sec. School	KCB	1167785118	24/7/2021	138,795	
Kaptigit Pry School	KCB	1103496808	24/7/2020	110,142	
Katibel Sec. School	KCB	1109526008	26/4/2019	560,091	
Kiptolelyo Pry. School	KCB	1110590210	15/6/2019	61,301	
Litein Pry School	KCB	1110692307	23/7/2019	241,863	
Maramar Pry School	KCB	1110792611	16/8/2019	666,606	
Maregut primary school	KCB	1110764197	20/8/2019	200,501	
Muchukwo Chiefs office/AP camp	KCB	1175281840	14/7/2020	474,646	
Muchukwo Pry. School	KCB	1110589646	23/7/2019	1,284	
Tilingwo pry school	KCB	1110680686	24/9/2021	733,170	
Kaptoin pry school	KCB	1110981279	27/5/2020	30,748	
Kormor pry school	KCB	1164000519	16/8/2021	2,002,084	
Kaptorot pry school	KCB	1281876453	15/4/2019	1,468,349	
Rosondonin pry School	KCB	1111233993	25/9/2020	51,729	
Kapkarani Pry. School	KCB	1134744528	14/6/2020		605,497
Bartum Pry. School	KCB	1110726910	12/6/2019		1,060,745

PMC	Bank	Account number	Date of opening a/c	Bank Balance 2021/22	Bank Balance 2020/21
Nuregoi Pry. School	KCB	1110559054	15/6/2019		2,411,563
Kapngetyo Pry. School	KCB	1119497086	15/6/2019		4,015,365
Rebeko Pry. School	KCB	1274618959	14/7/2019		2,599,685
Chapin Pry. School	KCB	1112536817	16/6/2019		233,879
Tibingar Pry. School	KCB	1110870213	14/5/2019		268,671
Barwessa Pry. School	KCB	1111225494	12/3/2019		1,511,395
Ayatya Pry. School	KCB	1110547943	16/3/2019		491,796
Kalel Pry. School	KCB	1110544790	14/5/2019		196,601
Kasisit Pry. School	KCB	1116713543	14/7/2019		358,826
Litein Pry. School	KCB	1110692307	24/5/2019		656,420
Terik Pry. School	KCB	1110895070	21/5/2019		844,592
Baruiyo Pry. School	KCB	1136636471	21/6/2019		595,062
Kaptum Pry. School	KCB	1111357153	23/7/2019		97,662
Sogom Pry. School	KCB	1110510268	14/7/2019		3,534,091
Barinter Pry. School	KCB	1283977613	19/2/2019		3,199,475
Sibilo Pry. School	KCB	1110870248	14/9/2019		4,104,269
Kapluk Pry. School	KCB	1139117130	28/6/2019		2,003,517
Bartogo Pry. School	KCB	1111029075	25/6/2019		4,000,844
Tuluk Pry. School	KCB	1110848706	27/7/2019		2,010,842
KampiNyasi Pry. Schl	KCB	1286568285	24/9/2019		4,000,005
Tiriondonin Pry. Schl	KCB	1127316397	29/7/2019		3,000,111
Termet Pry. School	KCB	1112809627	28/7/2019		4,013,969
Chepkewel Pry. School	KCB	1110870191	23/5/2019		8,163
Kipcherere Pry. School	KCB	1134650531	14/7/2019		4,619
Barketiew Pry. School	KCB	1111311234	27/7/2019		1,850
Koiboware Pry. School	KCB	1111061491	14/8/2019		216,292
Kinyach Pry. School	KCB	1155218914	26/8/2019		487,252

PMC	Bank	Account number	Date of opening a/c	Bank Balance 2021/22	Bank Balance 2020/21
Kiptilingon Pry. School	KCB	1170070787	25/7/2019		2,008,804
Kamogoi Pry. School	KCB	1112292268	24/6/2019		805
Bartolimo Sec. School	KCB	1110344651	21/1/2019		5,748,025
MoiKabartonjo Mixed Day Sec. School	KCB	1274450020	14/7/2019		6,499,884
Keturwo Sec. School	KCB	1109855125	14/8/2019		21,762
Kapng'etyo Pry. School	KCB	1119497086	25/4/2019		4,015,365
Kapluk Primary School	KCB	1139117130	28/3/2019		2,003,517
Poi Sec. School	KCB	1116021072	25/3/2019		767
Kapluk Sec. School	KCB	1167785118	15/6/2019		139,173
Kasisit Primary School	KCB	1116713543	14/7/2019		358,826
Kalel Primary School	KCB	1110544790	25/6/2019		196,600
Terik Pry. School	KCB	1110895070	27/8/2019		844,592
Kinyach Pry. School	KCB	1155218914	27/6/2019		487,252
Baruiyo Pry. School	KCB	1136636471	14/7/2019		595,062
Toboroi Pry. School	KCB	1135611815	24/7/2019		118,708
Kipkaren Pry. School	KCB	1112098852	26/7/2019		446,463
Sibilo Pry. School	KCB	1110870248	14/9/2019		4,104,269
Embo-Rutto Pry. School	KCB	1110764383	27/8/2019		2,159,186
Kipsaraman Pry. School	KCB	1252507194	15/3/2019		127,593
Katibel Pry. School	KCB	1161564128	14/3/2019		137,280
Siboo Pry. School	KCB	1110651120	15/7/2019		147,564
Maregut Pry. School	KCB	1110764197	16/3/2019		627
Kaptiony Pry. School	KCB	1111753210	14/2/2019		576,514
Kiptolelyo Pry. School	KCB	1110590210	18/3/2019		2,473
Kilingot Pry. School	KCB	1251315666	29/8/2019		112
Mormorio Pry. School	KCB	1135446474	25/3/2019		514,492
Kapkirwok Sec. School	KCB	1109780230	24/4/2019		444,534

PMC	Bank	Account number	Date of opening a/c	Bank Balance 2021/22	Bank Balance 2020/21
Rosondonin pry school	KCB	1111233993	25/6/2019		718,373
Kagir pry school	KCB	1110957025	24/1/2019		194,967
Ossen pry school	KCB	1110667264	25/10/2019		555
Kapkomon pry school	KCB	1112771778	25/9/2019		404,599
TOTAL				41,907,865	79,551,792

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)
1.	Errors in Annual Reports and Financial Statements	<p>i.Key constituency information and management at page 4 does not indicate the bank account number. It is also numbered (a) instead of (g).</p> <p>ii.Key constituency information and management at page 4 on independent auditors is numbered (g) instead of (h) and principal legal adviser is numbered (h) instead of (i);</p> <p>iii.Part of the header 'Baringo North Constituency' has been cut out of the print area at pages 18, 20, 12, 22 and 26.</p> <p>i. Page numbers 23 and 25 are not indicated</p>	<i>Resolved</i>	
2.	Inaccuracies in the Financial Statements	i.The NG-CDFC Chairman's report on page 7 indicates bursaries amounting to Kshs. 19,455,000	<i>Resolved</i>	

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>were disbursed while note 7 to the financial statements reflects Kshs. 22,594,000 leading to unexplained variance of Kshs. 3,139,000.</p> <p>ii. The statement of receipts and payments reflects compensation of employee cost of Kshs. 1,931,214 as disclosed under note 4 to financial statements. However, the amounts differ with supporting schedules/payrolls of Kshs. 1,911,209 resulting to a variance of Kshs. 20,005 that has not been reconciled or explained.</p> <p>iii. Note 7 to the financial statements reflects bursary to secondary schools totaling to Kshs. 14,328,250. However, the schedule supporting the balance reflects Kshs. 14,884,250, giving a variance of Kshs. 556,000 which should be explained.</p> <p>iv. Note 7 to the financial statements reflects bursary to tertiary institutions totaling to Kshs. 8,265,750. However, the schedule supporting the balance reflects Kshs. 8,150,750, resulting to a variance of Kshs. 155,000 which should be explained.</p> <p>v. A payment voucher No. 3 of 28/7/2020 of Ksh. 100,000 in respect of office and general supplies and services, had receipts totaling to Ksh. 55,990 relating to the previous financial year 2019/2020. This is contrary to Regulation 97(1) of PFM</p>		

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>Regulations 2020, which states that, "The accounts of the national government entities shall record transactions which take place during a financial year running from the 1st July to the 30th June.</p> <p>Note 5 to the financial statements reflects expenditure of Kshs. 1,048,000 in respect of office and general supplies and services. However, out of the amount, Ksh. 17,579, Ksh. 71,800 and Ksh. 55,000 was spent on electricity, motor vehicles maintenance and printing respectively but erroneously classified as office and general supplies and services.</p> <p>vi.Summary statement of appropriation: recurrent and development combined had a budget line on Funds pending approval of Kshs. 10,294,806 which was not supported by detailed schedule indicating specific items that were budgeted for.</p> <p>vii.The statement of assets and liabilities reflects retention of Kshs. 4,935,629 while note 12A reflects Kshs. 5,312,671 leading to unexplained variance of Kshs. 377,042.</p> <p>viii.The statement of assets and liabilities reflects gratuity of Kshs. 579,738 while note 12B reflects Kshs. 308,126 leading to unexplained variance of Kshs. 271,612.</p> <p>ix.The summary statement of appropriation reflects a payments</p>		

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>final budget of Kshs. 227,468,464 and budget utilization difference of Kshs. 79,474,382. However, a recast of these figures gives Kshs. 227,302,465 and Kshs. 79,872,383, resulting to unexplained variances of Kshs. 165,999 and Kshs. 400,000 respectively.</p>		
3.	Use of Goods and Services	<p>Domestic Travel and Subsistence The statement of receipts and payments reflects use of goods and services of Kshs. 6,740,423 (2019/2020 - Kshs. 7,561,475) and as disclosed in Note 5 to the financial statements. The balance includes Kshs. 682,800 incurred on domestic travel and subsistence allowances out which Kshs. 312,700 have not been supported by way of approval minutes, surrender vouchers and work ticket.</p> <p>Consequently, the accuracy and occurrence of the balance of Kshs. 312,700 in domestic travel and subsistence expenses for the year ended 30 June, 2021 could not be confirmed.</p> <p>Training Expenses Note 5 to the financial statements</p>	Resolved	

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>reflect use of goods and services balance of Kshs 6,740,423 of which Kshs 1,482,390 is in respect of training expenses. However, Kshs. 1,482,390 includes allowance and transport paid to external facilitator that has not been supported by way of training programme, contract agreement and attendance registers.</p> <p>Consequently, the accuracy and occurrence of the balance of Kshs. 684,400 in training expenses for the year ended 30 June, 2021 could not be confirmed.</p>		
4.	Committee Allowance Criteria	<p>Note 5 to the financial statements reflects use of goods and services balance of Kshs. 6,740,423 of which Kshs 1,410,000 is in respect of committee expenses. However, the balance of Kshs 1,410,000 has not been supported by way of approval minutes, work plan, projects to visited, reports and list of members paid including rate of payment</p> <p>Consequently, the propriety, accuracy and completeness of other committee expense balance of Kshs. 1,410,000 for the year ended 30 June, 2021 could not be confirmed.</p>	<i>Resolved</i>	
5.	Other Committee	Note 5 to the financial statements	<i>Resolved</i>	

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)
	Expenses	<p>reflect use of goods and services balance of Kshs 6,740,423 of which Kshs. 1,385,500 is in respect of Committee allowances. However, the balance has not been supported by way of notice of the meetings, attendance register, list of members and amount paid to each member.</p> <p>Consequently, the propriety, accuracy and completeness committee allowances expenditure of Kshs. 1,385,500 for the year ended 30 June, 2021 could not be confirmed.</p>		
6.	Office and General Supplies and Services	<p>Note 5 to the financial statements reflects use of goods and services balance of Kshs 6,740,423 of which Kshs. 1,048,423 is in respect of office and general supplies and services out of which Kshs. 823,500 was incurred through cash procurement. However, there was no evidence that the items were requested for, received and issued to user departments as required by Regulation 93 (3) of the PPAD</p>	<i>Resolved</i>	

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>Regulations which states that goods procured shall be taken on charge by the officer responsible for the stores after the user department has confirmed the quantity and quality of the goods, works or services, before they are issued to the respective user department.</p> <p>Consequently, the accuracy, completeness and occurrence of office and general supplies and services expenses balance of Kshs. 823,500 for the year ended 30 June, 2021 could not be confirmed.</p>		
7.	Bursary Payments	<p>The statement of receipts and payments reflects other grants and payments balance of Kshs. 23,868,600 (2019/2020 - Kshs. 32,590,373) for the financial year ended 30 June, 2021 and as disclosed in Note 7 to the financial statements. Included in the balance is bursary to secondary schools of Kshs. 14,328,250. However, the following anomalies were noted: -</p> <p>Double Payments</p> <p>Analysis of the schedules also reveal double bursary payment of</p>	<i>Resolved</i>	

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>Kshs. 162,800 was in respect of six (6) students who receive more than one (1) bursary allocation.</p> <p>Analysis of the schedules also reveals bursary payment of Kshs. 99,000 to eight (8) students who shared admission numbers in the same school.</p> <p>It was noted the amount allocated to each student of the 112 students was above the policy recommended balance, which state that “the maximum amount to be allocated is Kshs. 15,000”. No minutes were provided to confirm the resolutions of the committee for payment above the recommended balances.</p> <p>Examination of payment schedules, cheque counterfoils, cashbook and bank statements revealed that three (3) bursary cheques amounting to Kshs. 33,000 meant for bursary to secondary schools was paid to Saccos which are not learning institutions.</p>		
8.	Unaccounted for Fuel	Note 5 to the financial statements reflects use of goods and services balance of Kshs 6,740,423 of	<i>Resolved</i>	

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>which Kshs. 400,000 was incurred on fuel, oil and lubricants for motor vehicle GKB 053T. However, the work tickets provided for audit revealed that the vehicle drew 3317 litres of fuel while the fuel register shows it drew 3533, resulting in a variance of 216 which has not been explained. Further, the supplier statements and detail orders used to draw fuel were not provided for audit verification.</p> <p>Consequently, the propriety, accuracy and completeness fuel, oil and lubricant expenditure balance of Kshs. 400,000 for the year ended 30 June, 2021 could not be confirmed.</p>		
9.	<p>Unaccounted for Transfers to Bartolimo Secondary School – Kshs. 8,200,000</p>	<p>The statement of receipts and payments reflects transfers to other government entities balance of Kshs. 111,756,280 (2019/2020-kshs. 47,945,728) for the financial year ended 30 June, 2021 and as disclosed in Note 7 to the financial statements. Included in the balance is transfers to secondary schools of</p>	<i>Resolved</i>	

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)
		Kshs. 22,500,000 out of which Kshs. 8,200,000 was disbursed to Bartolimo Secondary School for the construction of a two-storey dormitory that holds 40 double-decker beds.		
10.	Misstatement of Accounts Payable	<p>The statement of assets and liabilities reflects accounts payable of Kshs 5,515,367 (2019/2020 - Kshs. 5,366,466) as at 30 June, 2021 and disclosed in Note 12A and B. However, the balance includes retention balance of Kshs 4,935,629 that differs Note 12A amount of Kshs. 5,312,671 resulting to unreconciled variance of Kshs. 377,042. Further, the retention figure of Kshs. 4,935,629 was not supported with a deposit register, a schedule showing contractors' name, payment certificate number and amount retained under each respective certificate.</p> <p>Consequently, the accuracy, completeness and existence of accounts payable balance of Kshs. 4,935,629 as at 30 June, 2021</p>	<i>Resolved</i>	

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)
		could not be confirmed.		
11.	Unsupported PMC Balances	Annex 5 to the financial statements reflects Project Management Committee Account balance of Kshs. 79,551,792 (2019/2020 - Kshs. 35,296,081) in respect of sixty projects for the year ended 30 June, 2021. However, included in the balance are twenty-five (25) projects with a balance, of Kshs. 45,823,041 that have not been supported by way of Cash book, bank statements or certificate of bank balances. Further, the financial statements reflect bank balances for two accounts that differ with bank statement amounts resulting to a negative variance Kshs. 201,850 as detailed below	<i>Resolved</i>	
12.	Budget Analysis and Performance	The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs. 227,468,464 and Kshs. 172,084,779 respectively resulting to underfunding of Kshs. 55,383,685 or 30% of the budget. The underfunding may have affected the planned activities and projects resulting to a negative impact the residents of the Constituency. The statement also reflects final expenditure budget and actual on	<i>Resolved</i>	

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)
		comparable basis of Kshs. 227,302,465 and Kshs. 147,996,082 respectively resulting to an overall budget under performance by Kshs. 79,872,383 or 35%. The budget underutilization implies that the residents did not receive the envisaged services contrary to values and principles of public service as provided for under Article 232 (1-c) of the Constitution, which requires responsive, prompt, effective, impartial and equitable provision of services.		
13.	Cash and Cash Equivalent	The statement of assets and liabilities reflects bank balances of Kshs. 19,811,861; (2019- Kshs. 362,138.) and as disclosed under Note 10A to the financial statements. Included in this balance are un-presented cheques amounting to Kshs. 3,389,367.00 of which analysis of subsequent bank statements up to February 2021 revealed that some cheques amounting to Kshs. 770,887 had not been cleared and become stale. These were cheques issued around the time when schools were closed of corona pandemic but now they have been reversed in the cashbook.	<i>Resolved</i>	
14.	Difference	There was an error on asset register	<i>Resolved</i>	

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)
	between Summary of Fixed Assets and Asset register	which was provided and correction has been done.		
15.	Lack of Risk Management Policy	The Baringo North Constituency has comprehensive risk management system where reporting is done on monthly, quarterly and bi annually basis.	<i>Resolved</i>	



Bernard Korir
Fund Account Manager.