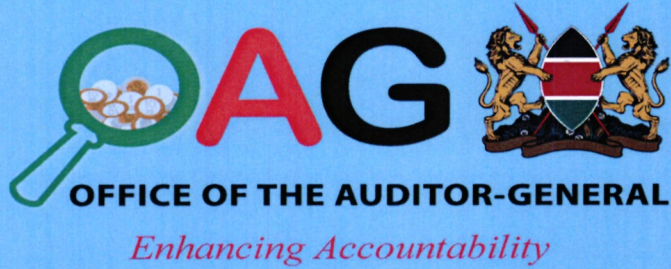
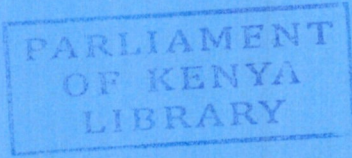


REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY	
DATE: 06 JUL 2023	
Day: Thursday	
TABLED BY:	Hon. Samuel Chepkoya, MP
CLERK AT THE TABLE:	Joyce Kemethle



OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND - TURKANA CENTRAL
CONSTITUENCY**

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

Revised Template 30th June 2022



TURKANA CENTRAL 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)

Table of Contents

	Page
I. Key Constituency Information and Management	iii
II. NG-CDFC Chairman’s Report	vii
III. Statement Of Performance Against Predetermined Objectives for FY2021/22	ix
IV. Environmental and Sustainability Reporting	x
V. Statement Of Management Responsibilities.....	xiv
VI. Report Of the Independent Auditors On The NGCDF- Turkana central Constituency	xvi
VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022	1
VIII. Statement Of Assets and Liabilities As At 30 th June, 2022.....	2
IX. Statement Of Cash Flows for The Year Ended 30th June 2022	3
X. Summary Statement of Appropriation for The Year Ended 30 th June 2022	4
X. Budget Execution By Sectors And Projects For The Year Ended 30 th June 2022	6
XI. Significant Accounting Policies	12
XII. Notes To the Financial Statements	19

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 secondary (3) of NG-CDF Act, 2015 is to:

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Turkana Central 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)

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Ekeno R.Ng'uleny
2.	Sub-County Accountant	Henry Okumu
3.	Chairman NGCDFC	Joseph Lomoti Kiana
4.	Member NGCDFC	

(d) Fiduciary Oversight Arrangements

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

P.O. Box 512-30500
Lodwar, KENYA

(f) Turkana Central Constituency NGCDF Contacts

Telephone: (254) 728482257
E-mai turkanacentral@ngcdf.go.ke
Website: www. Turkanacentral.go.ke

(a) Turkana Central Constituency NGCDF Bankers

Kenya Commercial Bank (A/C1107296684)
Lodwar Branch
P.O Box
LODWAR

(b) Independent Auditors

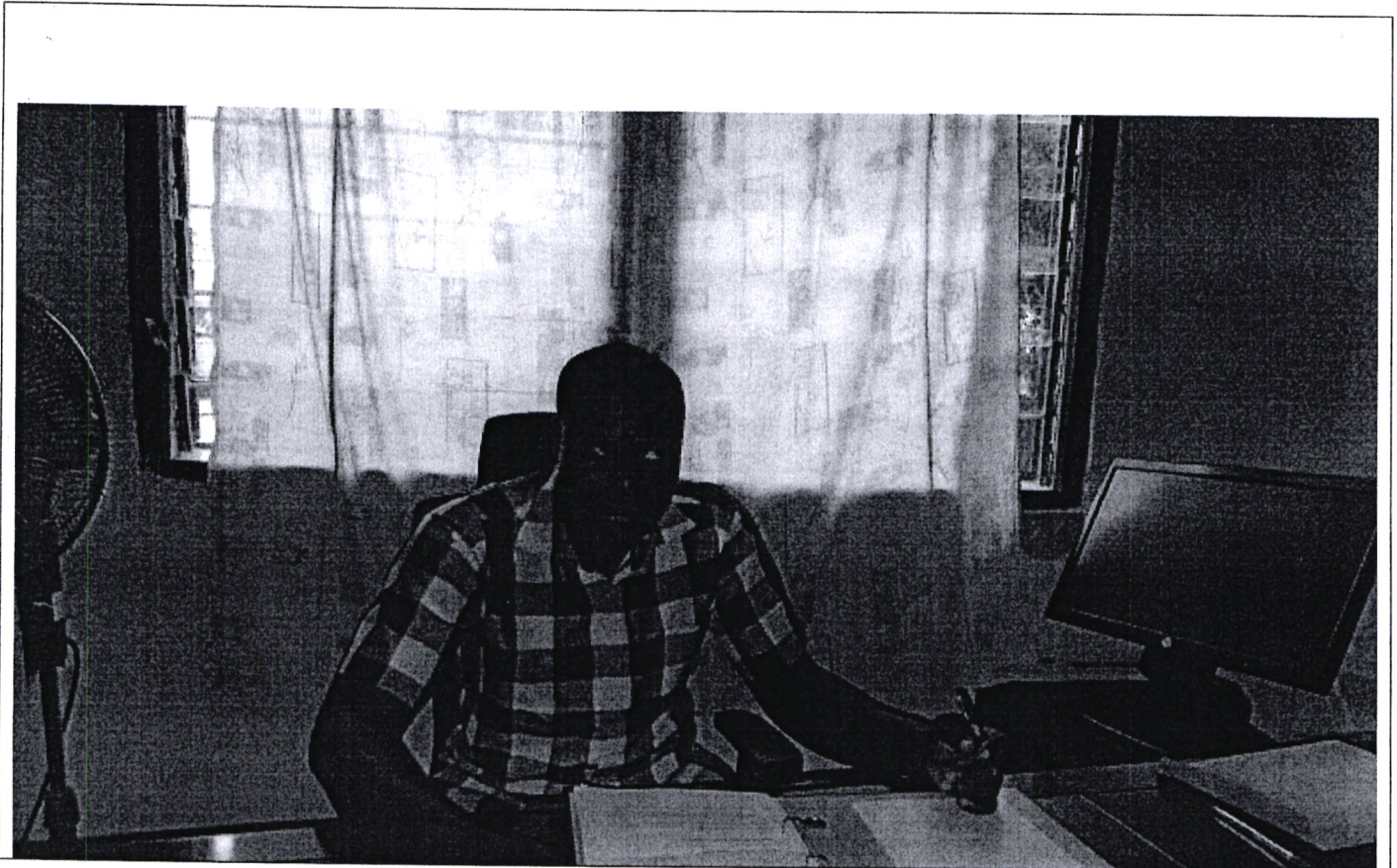
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(c) Principal Legal Adviser

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

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

II. NG-CDFC Chairman's Report



MR. JOSEPH LOMOTI KIANA

CHAIRMAN NGCDF COMMITTEE-TURKANA CENTRAL

In the financial year 2021/2022 the Turkana Central NG-CDF had an final budget of Kshs.173,893,848.

Below is the summary of our expenses.

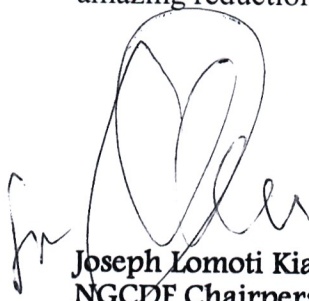
Bursary - Secondary	8,969,722
Bursary -Tertiary	14,664,077
Employee compensation	8,155,371
Use of goods and services	24,507,729
Security Projects	7,732,000
NG,CDF office construction	5,980,000
Sports Projects	2,700,000

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

Environment Projects	1,600,000
Emergency Projects	7,794,270
Transfers to Primary school Schools	45,326,840
Transfers to Secondary Schools	42,567,894
Total	169,997,903

The Constituency has practiced good financial governance which is prudent in ensuring efficiency, effectiveness, responsiveness and accountability of public funds.

The effect of our multiple projects in the constituency is highly manifested by increase in job creation for the locals (especially youths, women and people with special needs), increase in literacy levels and an amazing reduction in school dropout rates.



Joseph Lomoti Kiana
NGCDF Chairperson

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

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 *Turkana Central 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 Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in Primary school schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in Primary school, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In FY 20/21 -we increased number of classrooms, dormitories, purchased 4 buses and built 1 chiefs and equipped police posts and GK prison We also paid bursary for both Secondary and Tertiary schools
Security	To have safe environment	Security operations	Construction of chief offices	Construction of chief offices
Environment	Conservation and safeguarding environment	Protection of water areas and tree planting	Number of trees planted	Number of trees planted
Sports	Enhance talents	Increase in youth access to sports	Numbers of youth supported	Numbers of youth supported
Disaster Management	To respond to disasters and other emergency activities	Safe environment to all	Number of disasters reported	Structures built and number of families supported

IV. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Turkana Central 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

Turkana Central NG-CDF has supported tree planting in several Primary schools by distributing seedlings and provision of water.

We also have public awareness programs through partnership to build capacity of youth and other vulnerable groups in drug abuse

We also support sports activities in the constituency and also holding end of year Lake Turkana Sports festival to unite all the communities along the Lake

3. Employee welfare

We invest in providing the best working environment for our employees. Turkana Central 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. Turkana Central 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 practises-

Turkana Central 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-

Turkana Central 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

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

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.

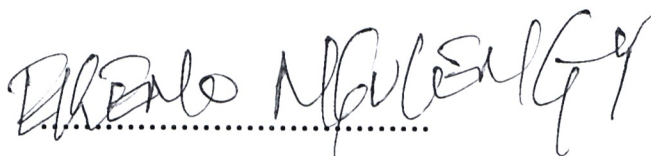
Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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.

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



Name

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 Turkana Central 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.

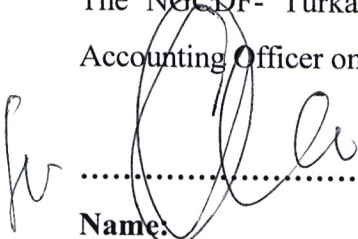
The Accounting Officer in charge of the NGCDF-Turkana Central Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting 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-Turkana Central 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.

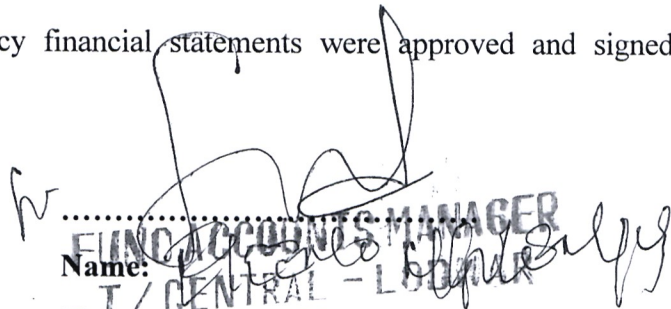
Turkana Central Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

The Accounting Officer in charge of the NGCDF Turkana Central 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- Turkana Central Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.


.....
Name: _____
Chairman – NGCDF Committee


.....
Name: _____
Finance Account Manager

FINANCE ACCOUNTS MANAGER
T / CENTRAL - LOKOR

REPUBLIC OF KENYA

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



Enhancing Accountability

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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Turkana Central Constituency set out on Pages 1 to 37, which comprise of the statement of assets and liabilities as at 30 June, 2022,

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

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Turkana Central 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 National Government Constituencies Development Fund Act, 2015 and Public Finance Management Act, 2012.

Basis for Opinion

1. Inaccuracies in the Financial Statements

1.1 Variances Between Financial Statements and Supporting Schedules

Comparison of financial statements and supporting schedules revealed variances as indicated below;

Item	Amount as per Financial Statements (Kshs.)	Amount as per Schedule (Kshs.)	Variance (Kshs.)
Compensation of Employees	8,155,371	3,824,316	4,331,055
Transfers to Primary School	45,326,840	48,394,000	(3,067,160)
Bursary to Secondary and Tertiary schools	23,633,799	23,626,974	6,825
Emergency Projects	7,794,270	7,043,000	751,270
Acquisition of Assets	5,980,000	3,000,000	2,980,000
Total	90,890,280	85,888,290	5,001,990

1.2 Inaccuracies in the Budget Balances Under the Summary Statement of Appropriation

Comparison of the budget amounts in the summary statement of appropriation with the approved project code list amounts reflects variances as detailed below;

Item	Statement of Appropriation (Kshs.)	Approved Code List Amount (Kshs.)	Variance (Kshs.)
Compensation of Employees	5,027,520	5,027,320	200
Transfer to Other Government Units	75,325,118	74,973,599	351,519
Other Grants and Transfers	46,425,762	44,976,662.16	1,449,100
Total	126,778,400	124,977,581	1,800,819

1.3 Variances Between Statement of Receipts and Payments and Statement of Budget Execution by Sectors and Projects

Comparison of amounts reflected in the statement of receipts and payments and statement of budget execution by sectors and projects amounts reflects variances as detailed below;

Item	Note	Balance as per Financial Statements (Kshs.)	Balance as per Budget Execution (Kshs.)	Variance (Kshs.)
Transfers to Primary Schools	6	45,326,839	46,914,000	(1,587,161)
Transfers to Secondary Schools	6	42,567,894	28,510,000	14,057,894
Security Projects	7	7,732,000	4,300,000	3,432,000
Total		95,626,733	79,724,000	15,902,733

1.4 Inaccuracies in the Statement of Budget Execution by Sectors and Projects

Re-computation of cumulative amounts in the statement of budget execution by sectors and projects reflects an unexplained variance as summarized below:

Item	Financial Statements Amount (Kshs.)	Correct Arithmetic Amount (Kshs.)	Variance (Kshs.)
Previous years Outstanding Disbursements	34,188,879	35,240,879	(1,052,000)
Final Budget	171,144,330	173,144,330	(2,000,000)
Actual on Comparable Basis	64,466,658	121,400,119	(56,933,461)
Budget Utilization Difference	63,903,933	51,744,211	(12,159,722)
Total	333,703,800	381,529,539	(72,145,183)

In the circumstances, the accuracy, completeness, presentation and disclosure of the amounts and balances in the financial statements could not be confirmed.

2. Undelivered Goods Under Use of Goods and Services

The statement of receipts and payments reflects use of goods and services amount of Kshs.24,507,729 as disclosed in Note 5 to the financial statements which includes other committee expenses amount of Kshs.20,194,720. The expenditure of Kshs.20,194,720 includes payments totalling to Kshs.1,763,200 paid to various suppliers for supply and delivery of; furniture, laptops, computers and tablets, photocopier, printers and generator.

However, delivery notes, goods received notes and inspection and acceptance reports were not provided for audit review. Further, physical verification in the month of March, 2023 revealed that the assets were not physically available in the NG-CDF

Turkana Central offices, an indication of non-delivery of goods contrary to Section 162(1) of the Public Procurement and Asset Disposal Act, 2015.

In the circumstances, Management was in breach of law and the existence, accuracy and completeness of other committee expenses amounting to Kshs.1,763,200 could not be confirmed.

3. Unsupported Transfers to Other Government Entities

The statement of receipts and payments reflects transfers to other Government entities amount of Kshs.87,894,734 as disclosed in Note 6 to the financial statements which comprises of transfers to primary and secondary schools' amount of Kshs.45,326,840 and Kshs.42,567,894, respectively.

However, disbursements amounting to Kshs.26,143,000 to various schools were not supported by; expenditure returns, PMC minutes, handover reports, work plans, bills of quantities, contract agreements, architectural designs, inspection report and certificate of works done as certified by a technical person contrary to Regulation 15(1)(b) of the National Government Constituencies Development Fund, 2016 which states, there shall be appointed a Project Management Committee for each project in a Constituency in accordance with Section 36 of the Act which shall maintain proper records of all minutes, accounting documents and other records in relation to projects being implemented.

In the circumstances, Management was in breach of the law and accuracy, completeness and accountability of transfers to other Government entities amounting to Kshs.26,143,000 could not be confirmed.

4. Unsupported and Unconfirmed Purchase of School Bus– Loyo Secondary School

The Statement of receipts and payments reflects transfers to other Government units amount of Kshs.87,894,734 as disclosed in Note 6 to the financial statements which includes transfers to Secondary Schools' amount of Kshs.42,567,894. The expenditure includes an amount of Kshs.9,762,300 disbursed to Loyo Secondary School for purchase of fifty-one (51) seater bus budgeted for in 2021/2022 financial year.

However, Voucher No.71 dated 24 March, 2022 showed that an amount of Kshs.7,400,000 had been paid to a dealer by the Fund for purchase of a bus for Loyo Secondary School. It is not clear why the amount of Kshs.9,762,300 was transferred to the School for the same purpose. In addition, Loyo Secondary School had also received an amount of Kshs.7,452,250 for purchase of 51-seater school bus during the year ended 30 June, 2021. Further, analysis of payments revealed that a total of Kshs.24,877,894 was paid by the Fund to the dealer during the year. Physical inspection conducted in the month of March, 2023 revealed that the bus was yet to be delivered despite the payments. There was no evidence of balance in PMC account for the disbursement amounting to Kshs.9,762,300.

In the circumstances, the occurrence, existence, completeness and accuracy of the expenditure on purchase of the school bus could not be confirmed.

5. Unsupported Project Management Committee Bank Balances

As disclosed in other important disclosures and Note 17.4 to the financial statements are Project Management Committee (PMC) bank balances of Kshs.909,517 held in ten (10) bank accounts in various commercial banks as disclosed in Annex 5 to the financial statements. However, cash books, bank reconciliation statements and bank statements for the ten (10) bank accounts were not provided for audit review.

In the circumstances, accuracy and completeness of Project Management Committee bank balance of Kshs.909,517 could not be confirmed.

6. Unconfirmed Fixed Asset Register

As disclosed in Annex 4 to the financial statements the summary of fixed assets register reflects cumulative historical asset balance of Kshs.22,980,000 as at 30 June, 2022. However, the land on which the building and structures are built has not been valued and included in the Fund's financial statements. Further, fixed assets register and land ownership documents in form of land title deed were not provided for audit review.

In the circumstances, completeness and accuracy of fixed assets historical cost balance of Kshs.27,980,000 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 - Turkana Central 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

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the report on Financial Statements and report of Lawfulness and Effectiveness in Use of Public Resources. However, Management had not resolved the issues or given any explanation for failure to implement the recommendations.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness

and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way

Basis for Conclusion

1. Incomplete Projects

During the financial year, twelve (12) projects with total budget and disbursements amount of Kshs.45,714,550 and Kshs.37,100,000, respectively were verified in the month of March, 2023. The projects had the following issues; poor workmanship, incomplete projects, projects not started and projects not labelled.

In the circumstances, regularity and value for money for the approved projects amounting to Kshs.45,714,550 may have impacted negatively on service delivery to the public.

2. Delay in Disbursement of Funds from the Board

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Kshs.167,477,140 as disclosed in Note 1 to the financial statements. However, the receipts includes an amount of Kshs.34,188,879 or 20% of total receipts budgeted for in the 2020/2021 financial year, further, the Board had not paid arrears amounting to Kshs.3,800,618 as at 30 June 2022 contrary to Section 39(2) of the National Government Constituencies Development Fund Act, 2015 which states that the disbursement of funds to the Constituency Fund account shall be effected at the beginning of the first quarter of each financial year with an initial amount equivalent to twenty-five per centum of the allocation for the constituency and thereafter the Constituency Fund account shall be replenished in three equal instalments at the beginning of the second, third and fourth quarters of the financial year and Section 40(1) which stipulates that the Board shall ensure that the list of projects forwarded to it by each constituency is, upon approval, funded in accordance with the Act.

In the circumstances, the Board was in breach of the law which resulted in delay in implementation of approved projects or programs and therefore denied the residents of Turkana Central Constituency the services and benefits accruing from completed projects.

3. Compensation of Employees

1.1 Late payment of Staff Salaries

The statement of receipts and payments reflects compensation of employees amount of Kshs.8,155,371 as disclosed in note 4 to the financial statements. However, review of Fund monthly payrolls and payment records for the year revealed that payment of staff salaries amounting to Kshs.3,333,477 was delayed for a period of between four (4) and eleven (11) months contrary to Regulation 18(4) National Government Constituencies Development Fund Regulations, 2016 which states that the officer of the Board seconded to the Constituency shall ensure that all employees are paid on time, and all statutory deductions are promptly remitted to the relevant authorities.

In the circumstances, Management was in breach of the law and is likely to cause pecuniary embarrassment to staff as they could not meet their immediate financial obligations.

1.2 Irregular Engagement of Casuals

The statement of receipts and payments reflects compensation of employees amount of Kshs.8,155,371 for the year ended 30 June, 2022. However, the Management engaged eight (8) casual employees continuously for a period of one year with effect from July, 2021 to June, 2022 contrary to Section 37(1) of the Employment Act, 2007 which states that notwithstanding any provisions of this Act, where a casual employee works for a period or a number of continuous working days which amount in the aggregate to the equivalent of not less than one month; or (b) performs work which cannot reasonably be expected to be completed within a period, or a number of working days amounting in the aggregate to the equivalent of three months or more, the contract of service of the casual employee shall be deemed to be one where wages are paid monthly and Section 35(1)(c) shall apply to that contract of service.

In the circumstances, Management was in breach of the law and exposed itself to risk of litigations by the casuals.

2. Irregular Purchase of School Desks

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.87,894,734 as disclosed in Note 6 to the financial statements which includes transfers to primary schools' amount of Kshs.45,326,840. The transfer includes an amount of Kshs.1,700,000 paid to a construction and supplies company for supply and delivery of four hundred and twenty five (425) desks to various primary schools in the constituency. However, the funds were paid to the contractor instead of disbursing the funds to respective Project Management Committee accounts to implement the projects contrary to Regulation 15(1)(a) of the National Government Constituencies Development Fund Regulations, 2016 which states that there shall be appointed a Project Management Committee for each project in a Constituency in accordance with Section 36 of the Act which shall implement projects in consultation with the relevant Departments of Government. Further, delivery notes, inspection and acceptance committee reports, distribution list to various schools and acknowledgement of receipt of the desks by the beneficiary schools were not provided for audit review.

In the circumstances, Management was in breach of the law and value for money from the expenditure amounting to Kshs.1,700,000 could not be confirmed.

3. Incomplete Construction of Classroom - Nakalale Primary School

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.87,894,734 as disclosed in Note 6 to the financial statements which includes transfers to primary schools' amount of Kshs.45,326,840. The transfer includes disbursement amounting to Kshs.980,000 to Nakalale Primary School for construction of one classroom to completion. However, physical verification conducted in the month of March, 2022 revealed that the project was incomplete; the classroom windows and doors

had not been fixed, plastering, flooring and painting has not been done and the contractor was not on site. The classroom roof was also carried away by wind.

In the circumstances, value for money for the approved project amounting to Kshs.980,000 may have impacted negatively on service delivery to the public.

4. Unconfirmed Disbursement of Bursary to Schools

The statement of receipts and payment reflects other grants and other transfers amount of Kshs.43,460,6069 as disclosed in Note 7 to the financial statements which includes bursary disbursements to tertiary institutions and secondary schools amount of Kshs.14,664,077 and Kshs.8,969,722, respectively totalling to Kshs.23,633,799.

However, the Constituency Development Committee minutes approving the disbursements were not provided for audit review. Further, the bursary payments of Kshs.23,633,799 were not supported by acknowledgement receipts contrary to Regulation 104(1) of Public Finance Management Regulations, 2015 which states that all receipts and payments of public moneys shall be properly supported by pre-numbered receipt and payment vouchers and shall be supported by the appropriate authority and documentation.

In the circumstances, Management was breach of the law and there was no assurance that the bursary disbursements benefitted deserving students.

5. Unsupported Security Projects

The statement of receipts and payments reflects other grants and other transfers amount of Kshs.43,460,069 as disclosed in Note 7 to the financial statements which includes transfers to security projects amount of Kshs.7,732,000. However, disbursements amounting to Kshs.4,980,000 were not supported by; expenditure returns, Project Management Committee minutes, handover reports, work plans, bills of quantities, contract agreements, architectural designs, inspection report and certificate of works done as certified by a technical person contrary to Regulation 15(1)(b) of the National Government Constituencies Development Fund, 2016 which states that, there shall be appointed a Project Management Committee for each project in a Constituency in accordance with Section 36 of the Act which shall maintain proper records of all minutes, accounting documents and other records in relation to projects being implemented.

In the circumstances, Management was in breach of the law and there was no accountability for the expenditure of Kshs.4,980,000.

6. Unsupported Sports Projects

The statement of receipts and payments reflects other grants and other transfers amount of Kshs.43,460,069 as disclosed in Note 7 to the financial statements which includes transfers to sports projects amount of Kshs.2,700,000. However, the payments of Kshs.2,700,000 were not supported by; requests for quotations, evaluation committee minutes, LPOs, invoices, delivery notes and report of the inspection and acceptance committee contrary to Section 27(1) of The Constituencies Development Fund Act, 2015 which states that the public procurement and disposal laws shall apply with respect to

any procurement by a Constituency Committee or Project Management Committee. Further, distribution list to show how the items were issued to the players, a formal request from the various teams and an acknowledgement receipt of the items by the recipients or beneficiaries were also not provided for audit.

In the circumstances, Management was in breach of the law and there was no accountability for the expenditure of Kshs.2,700,000.

7. Irregular Procurement of Foodstuff under Emergency Fund

The statement of receipts and payments reflects other grants and other transfers amount of Kshs.43,460,069 as disclosed in Note 7 to the financial statements which includes emergency projects payments of Kshs.7,794,270. The expenditure includes payment of Kshs.4,767,000 to two (2) companies for supply of various food stuffs to residents affected by drought in the Constituency through request for quotations.

However, there was no evidence that professional opinion was given by Sub-County procurement officer before tenders were awarded contrary to Section 84(1) of the Public Procurement and Asset Disposal Act, 2015 which states that the head of procurement function of a procuring entity shall, alongside the report to the evaluation committee as secretariat comments, review the tender evaluation report and provide a signed professional opinion to the accounting officer on the procurement or asset disposal proceedings.

Further, the supplies were not supported by; delivery notes, receipt and issuance notes and signed schedules by respective beneficiaries as evidence of receipt contrary to Section 162(1) of the Public Procurement and Asset Disposal Act, 2015 which states that an Accounting Officer of a procuring entity shall ensure that all inventory, stores and assets purchased are received, but shall not be used until taken on charge and as a basis for ensuring that all procured items are properly accounted for and put in proper use as intended by the procuring entity.

In the circumstances, Management was in breach of the law and value for money was obtained for the expenditure of Kshs.4,767,000 could not be confirmed.

8. Unsupported Procurement in the Construction of NG-CDF Office

The statement of receipts and payments reflects acquisition of assets amount of Kshs.5,980,000 as disclosed in Note 8 to the financial statements which relates to construction of buildings. The Fund was allocated an amount of Kshs.3,000,000 in 2020/2021 financial year and Kshs.3,000,000 in 2021/2022 financial year towards completion of 6 roomed NG-CDF office extension of veranda, fixing of cistern to 2 door flush door toilet, roofing, walling, fixing of doors and windows, tiling and painting. A total of Kshs.5,980,000 had been transferred to project account as at 30 June, 2022. However, project file, procurements records including; advertisements, tender opening and evaluation minutes, awards notices and contract agreement were not provided for audit review. This is contrary to Section 27(1) of The Constituencies Development Fund Act, 2015 which states that the public procurement and disposal laws shall apply with respect to any procurement by a Constituency Committee or Project Management Committee.

In the circumstances, Management was in breach of the law and value for money amounting to Kshs.5,980,000 spent on the project could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the Management monitors

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

Auditor-General's Responsibilities for the Audit

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

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

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

Because of its inherent limitations, internal control 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 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

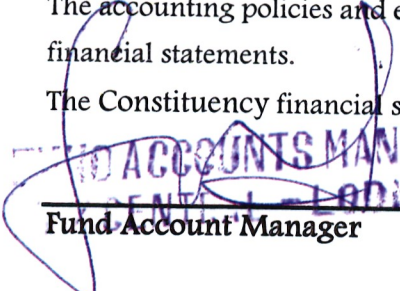
Turkana Central Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

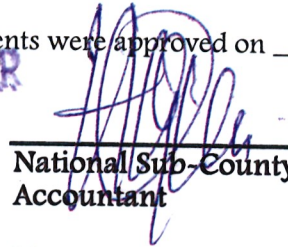
VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022

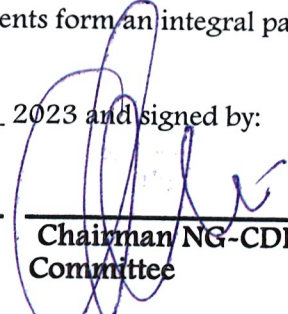
	Note	2021-2022	2020-2021
Kshs			
RECEIPTS			
Transfers from NGCDF Board	1	167,477,140	154,267,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		167,477,140	154,267,724
PAYMENTS			
Compensation of employees	4	8,155,371	6,455,360
Use of goods and services	5	24,507,729	23,713,387
Transfers to Other Government Units	6	87,894,734	70,193,618
Other grants and transfers	7	43,460,069	58,471,765
Acquisition of Assets	8	5,980,000	-
Other Payments	9	-	-
TOTAL PAYMENTS		169,997,903	158,834,130
SURPLUS/DEFICIT		(2,520,763)	(4,566,406)

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 _____ 2023 and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman/NG-CDF
Committee

Name:

Name:
ICPAK M/No:

Name:

Turkana Central 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 FINANCIAL ASSETS AND LIABILITIES			
	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	95,327	2,616,090
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		95,327	2,616,090
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		95,327	2,616,090
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL ASSETS		95,327	2,616,090
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	2,616,090	7,182,496
Prior year adjustments	14	-	-
Surplus/Deficit for the year		(2,520,763)	(4,566,406)
NET FINANCIAL POSITION		95,327	2,616,090

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 _____ 2023 and signed by

Fund Account Manager

Name:

National Sub-County Accountant

Name:
ICPAK M/No:

Chairman NG-CDF Committee

Name:

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

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

	Note	2021-2022	2020-2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	167,477,140	154,267,724
Other Receipts	3	-	-
		167,477,140	154,267,724
Payments for operating activities			
Compensation of Employees	4	8,155,371	6,455,360
Use of goods and services	5	24,507,729	23,713,387
Transfers to Other Government Units	6	87,894,734	70,193,618
Other grants and transfers	7	43,460,069	58,471,765
Other Payments	9	-	-
		164,017,903	158,834,130
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		3,459,237	(4,566,406)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(5,980,000)	-
Net cash flows from Investing Activities		(5,980,000)	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(2,520,763)	(4,566,406)
Cash and cash equivalent at BEGINNING of the year	10	2,616,090	7,182,496
Cash and cash equivalent at END of the year		95,327	2,616,090

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 _____ 2023 and signed by:

FUND ACCOUNTS MANAGER
TURKANA CENTRAL CONSTITUENCY

Fund Account Manager

Name:

National Sub-County Accountant

Name:
ICPAK M/No:

Chairman NG-CDF Committee

Name:

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

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

Receipt/Expenditure Item	Original Budget	Opening Balance (C/B/S) and (A/C)	Adjustment	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
RECEIPTS							
Transfers from NG-CDF Board	137,088,879	2,616,090	34,188,879	173,893,848	170,093,230	3,800,618	97.8%
Proceeds from Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	
TOTAL RECEIPTS	137,088,879	2,616,090	34,188,879	173,893,848	170,093,230	3,800,618	97.8%
PAYMENTS							
Compensation of Employees	5,027,520	-	849,848	5,877,368	8,155,371	(2,278,003)	138.8%
Use of goods and services	7,310,479	616,090	-	7,926,569	24,507,729	(16,581,160)	309.2%
Transfers to Other Government Units	75,325,118	-	22,095,000	97,420,118	87,894,734	9,525,384	90.2%
Other grants and transfers	46,425,762	-	8,244,031	54,669,793	43,460,069	11,209,724	79.5%
Acquisition of Assets	3,000,000	2,000,000	3,000,000	8,000,000	5,980,000	2,020,000	74.8%
Other Payments	-	-	-	-	-	-	
TOTAL	137,088,879	2,616,090	34,188,879	173,893,848	169,997,903	3,895,945	97.8%

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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	3,895,945
Less undisbursed funds receivable from the Board as at 30th June 2022	3,800,618
Add Accounts payable	95,327
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	95,327

The Constituency financial statements were approved on _____ 2023 and signed by:

FUND ACCOUNTS MANAGER
T / Fund Account Manager

National Sub-County Accountant

Name:
ICPAK M/No:

Chairman NG-CDF Committee

Name:

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

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

Programme Sub-program	Original Budget (a)	Carrying Balance (b) (Ksh. million)	Adjustment (c) (Ksh. million)	Previous Years Outstanding Disbursements (d) (Ksh. million)	Final Budget (e) (Ksh. million)	Actual on Comparative Basis (f) (Ksh. million)	Budget Utilization difference (g) (Ksh. million)	% of Utilization (f/(e-x%))
1.0 Administration and Recurrent								
1.1 Compensation of employees	5,027,520			849,848	5,877,368	8,155,371	(2,278,003)	139%
1.2 Committee allowances	1,248,000			-	1,248,000	1,248,000	-	100%
1.3 Use of goods and services	1,949,812	616,090		-	2,565,902	616,090	1,949,812	24%
Total	8,225,332			849,848	9,691,270		(328,191)	0%
2.0 Monitoring and evaluation								
2.1 Capacity building	700,000			-	700,000	700,000	-	100%
2.2 Committee allowances	2,000,000			-	2,000,000	2,000,000	-	100%
2.3 Use of goods and services	1,412,666			-	1,412,666	1,412,666	-	100%
Total	4,112,666			-	4,112,666	4,112,666	-	100%
3.0 Emergency								
To cater for unforeseen occurrences	7,192,207				7,192,207	7,794,270	(602,063)	108%
Emergency pmc				1,052,000	1,052,000		1,052,000	0%

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

Elelea Primary school	2,000,000				2,000,000	2,000,000	-	100%
Kalotum Primary school	500,000				500,000	500,000	-	100%
Kanamkemer Primary school	1,000,000				1,000,000	1,000,000	-	100%
Kanukumeri Primary school	2,200,000				2,200,000	1,980,000	220,000	90%
Lodupa Primary school	2,200,000				2,200,000	1,980,000	220,000	90%
Lokaparapae Primary school	2,200,000				2,200,000	1,980,000	220,000	90%
Lomopus Primary school	1,049,000				1,049,000	1,049,000	(0)	100%
Lopangae Primary school	2,200,000				2,200,000	1,980,000	220,000	90%
Loroo Primary school	1,100,000				1,100,000	980,000	120,000	89%
Loropio Primary school	500,000				500,000	500,000	-	100%
Loturerei Primary school	1,100,000				1,100,000	980,000	120,000	89%
Loyo Primary school	2,200,000				2,200,000	1980,000	220,000	90%
Loyoro Primary school	2,000,000				2,000,000	2,000,000	-	100%
Nabulon Primary school	500,000				500,000	500,000	-	100%
Nadipoe Primary school	300,000				300,000	300,000	-	100%
Nangolpus Primary school	2,000,000				2,000,000	2,000,000	2,000,000	100%
Napeget Primary school	2,200,000				2,200,000	1980,000	220,000	90%
Natumkomwa Primary school	1,100,000				1,100,000	980,000	120,000	89%
Ngolekoyo Primary school	1,100,000				1,100,000	980,000	120,000	89%

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

St.Luke School For the Deaf	9,762,300			9,762,300		9,762,300	0%
ST.Mary Primary school	1,500,000			1,500,000	1480000	20,000	99%
Turkana Education Centre Primary school	1,200,000			1,200,000	1200000	-	100%
Wadach Primary school	2,000,000			2,000,000	2000000	-	100%
Canaan Primary school	650,000			650,000	650000	-	100%
Comboni Girls Primary school	700,000			700,000	700000	-	100%
Longech Primary school	500,000			500,000	500000	-	100%
Nangolekuruk Primary school	400,000			400,000	400000	-	100%
Natole Primary school	500,000			500,000	500000	-	100%
Nakechichok Primary school	400,000			400,000	400000	-	100%
Nadipoe Primary school			1,000,000	1,000,000	980,000	20,000	98%
chokchok Primary school			2,000,000	2,000,000	1,980,000	20,000	99%
Lokwar angikaleso Primary school			2,000,000	2,000,000	1,980,000	20,000	99%
Canaan Primary school			1,500,000	1,500,000	1,480,000	20,000	99%
Katapakori Primary school			1,095,000	1,095,000	1,095,000	-	100%
Kaikol Primary school			1,000,000	1,000,000	980,000	20,000	98%
Nakwamekwi Primary school			1,500,000	1,500,000	1,480,000	20,000	99%
Lokipe Primary school			2,000,000	2,000,000	1,980,000	20,000	99%

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

Lodwar Police Quarters	1,500,000			1,500,000		1,500,000		0%
Turkana Central DCC office	1,000,000			1,000,000	1,000,000	-		100%
Lodwar GK prison	1,500,000			1,500,000	1,500,000	-		100%
Lodwar GK prison			1,000,000	1,000,000	1,000,000	-		100%
Total	5,500,000	-	1,000,000	6,500,000	4,800,000	4,300,000		76%
11.0 Acquisition of assets								
NG-CDF Turkana Central office	3,000,000	2,000,000	3,000,000	6,000,000	5,980,000	20,000		100%
Total	3,000,000	2,000,000	3,000,000	6,000,000	5,980,000	20,000		100%
12.0 Other payments								
Total								
13.0 unallocated fund								
Unapproved projects								
AIA								
PMC savings								
Total	135,287,361	2,616,090	34,188,879	171,144,330	64,466,658	63,903,933		38%

(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

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Turkana Central Constituency. The financial statements encompass the reporting entity as specified under sec. 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.

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

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.

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

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 section 6(2) and section 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 June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

12. Comparative Figures

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

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

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.

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

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022		2020-2021	
	Kshs		Kshs	
AIE NO. B 124679				9,000,000
AIE NO. B140754				15,000,000
AIE NO. B 105110				10,000,000
AIE NO. B 126315				6,000,000
AIE NO. B 126023				15,000,000
AIE NO. B 119707				15,000,000
AIENO. B132354				6,000,000
AIE NO. B128300				6,900,000
AIE NO. B132060				8,000,000
AIE NO. B104684				28,000,000
AIE NO. B119668				12,000,000
AIE NO. A823735				23,367,724
AIE NO. B 105674		68,000,000		
AIE NO. B 154228		15,788,261		
AIE NO. B 163884		26,000,000		
AIE NO. B 105987		10,000,000		
AIE NO. B 128722		16,000,000		
AIENO. B105311		31,688,879		
TOTAL		167,477,140		154,267,724

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

2. Proceeds From Sale of Assets

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

3. Other Receipts

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

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

4. Compensation Of Employees

Description	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	8,155,371	6,455,360
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	-	-
Employer Contributions Compulsory national social security schemes	-	-
TOTAL	8,155,371	6,455,360

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

5. Use Of Goods and Services

Description	2021-2022 Kshs	2020-2021 Kshs
Utilities, supplies and services	88,700	1,913,387
Electricity	-	-
Water & sewerage charges	-	-
Office rent	-	-
Communication, supplies and services	-	300,000
Domestic travel and subsistence	-	2,000,000
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	3,000,000
Hospitality supplies and services	160,000	-
Other committee expenses	20,194,720	3,000,000
Committee allowance	3,345,893	8,500,000
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	219,575	-
Fuel, oil & lubricants	-	1,500,000
Other operating expenses	-	-
Bank service commission and charges	-	-
Other Operating Expenses	-	-
Secondaryyurity operations	-	-
Routine maintenance - vehicles and other transport equipment	498,841	3,500,000
Routine maintenance- other assets	-	-
TOTAL	24,507,729	23,713,387

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

6. Transfer To Other Government Units

Description	2021-2022 Kshs	2020-2021 Kshs
Transfers to Primary schools	45,326,840	49,711,368
Transfers to Secondary Schools	42,567,894	20,482,250
Transfers to Tertiary Institutions	-	-
TOTAL	87,894,734	70,193,618

7. Other Grants and Other transfers

Description	2021-2022 Kshs	2020-2021 Kshs
Bursary - Secondary (see attached list)	8,969,722	20,329,600
Bursary -Tertiary (see attached list)	14,664,077	17,052,015
Bursa- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security Projects (see attached list)	7,732,000	9,630,000
Sports Projects (see attached list)	2,700,000	2,741,350
Environment Projects (see attached list)	1,600,000	2,688,500
Emergency Projects (see attached list)	7,794,270	6,030,300
TOTAL	43,460,069	58,471,765

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

8. Acquisition Of Assets

	2021-2022		2020-2021	
	KShs		KShs	
Purchase of Buildings	-	-	-	-
Construction of Buildings	5,980,000	-	-	-
Refurbishment of Buildings	-	-	-	-
Purchase of Vehicles and Other Transport Equipment	-	-	-	-
Purchase of Bicycles & Motorcycles	-	-	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-	-	-
Purchase of Household Furniture and Institutional Equipment	-	-	-	-
Purchase of office furniture and General Equipment	-	-	-	-
Purchase of computers ,printers and other IT equipments	-	-	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-	-	-
Acquisition of Land	-	-	-	-
Acquisition of Intangible Assets	-	-	-	-
TOTAL	5,980,000	-	-	-

*Turkana Central 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)

9. Other Payments

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

Notes To the Financial Statements (Continued)

10: Cash Book Bank Balance

Name of the Bank, Account No. & Currency	Account Number	2021-2022 Kshs (30/6/2022)	2020 - 2021 Kshs (30/6/2021)
Kenya Commercial Bank, Lodwar branch Turkana CENTRAL_NG-CDF	A/C no.1107296684	95,327	2,616,090
		-	-
		-	-
TOTAL		95,327	2,616,090
10B: CASH IN HAND)			
		2021-2022 Kshs (30/6/2022)	2020 - 2021 Kshs (30/6/2021)

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

Location 1			-	-
Location 2			-	-
Location 3			-	-
Other receipts (specify)			-	-
TOTAL			-	-

11: Outstanding Imprests

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

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

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

Notes to the Financial Statement Continued

12A. Retention

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

[Provide short appropriate explanations as necessary.]

12B. Gratuity

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

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

13. Balances Brought Forward

	2021- 2022 Kshs (1/7/2022)	2020- 2021 Kshs (1/7/2021)
Opening bank balance		
Bank accounts	2,616,090	7,182,496
Cash in hand	-	-
Imprest	-	-
TOTAL	2,616,090	7,182,496

14. Prior Year Adjustments

	2021-2022 Kshs (1/7/2022)	2020-2021 Kshs (1/7/2021)
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
TOTAL	-	-

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022 KShs	2020-2021 KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-

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

Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

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

**Turkana Central 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)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

	2021-2022 Kshs	2020-2021 Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

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

17.3: Unutilized Fund (See Annex 3)

	2021-2022 Kshs	2020-2021 Kshs
Compensation of employees	65,530	-
Use of goods and services	-	-
Amounts due to other Government entities (see attached list)	8,157	34,975,118-
Amounts due to other grants and other transfers (see attached list)	3,822,258	4,500,000-
Acquisition of assets	-	-
Funds pending approval	-	-
Total	3,895,945	39,475,118

17.4: PMC account balances (See Annex 5)

	2021-2022 Kshs	2020-2021 Kshs
PMC account balances (see attached list)	909,517	984,620
Total	909,517	984,620

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

Annexes
Annexes: 1 Analysis of Pending Accounts Payable

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

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

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total	-	-	-	
Grand Total	-	-	-	

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

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	Payment of NSSF /NHIF deductions	65,530		To be utilized in 2022/23 FY
Use of goods & services				
Amounts due to other Government entities	Loyo secondary school-purchase of 51 seater bus	8,157		Amount to be offset any bus pending bill
Sub-Total		7,3687		
Amounts due to other grants and other transfers	Payment of bursary to needy secondary school students	521,640		To be utilized in 2022/23 FY
	Construction of Turkana Central DCI office	500,000		To be disbursed in 2022/23 FY
	Construction of Police division Quarters staff houses	1,500,000		To be utilized in 2022/23 FY
	Administration police 3 door pit latrines	800,618		To be utilized in 2022/23 FY
	Construction of 2 door Lodwar police post latrines	500,000		To be utilized in 2022/23 FY
Sub-Total		3,822,258		
Acquisition of assets				
Others (<i>specify</i>)				
Sub-Total				
Funds pending approval				
Grand Total		3,895,945	39,475,118	

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

Annex 4 – Summary of Fixed Asset Register

Asset Class	Historical Cost b/y (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land				
Buildings and structures	12,000,000	5,980,000	-	17,980,000
Transport equipment	8,500,000	-	-	8,500,000
Office equipment, furniture and fittings	1,000,000	-	-	1,000,000
ICT Equipment, Software and Other ICT Assets	500,000	-	-	500,000
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	22,000,000	5,980,000	-	27,980,000

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

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

PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	Bank Balance 2021/22	Bank Balance 2020/21
Turkana Education Centre	121495738	KCB	6/7/2020	1,548	-
Naoros Chiefs Office	127506070	KCB	10/2/2021	1,855	-
Kalokol Girls	1294035479	KCB	6/7/2019	760	-
Lokwar Angikaleso Primary School	1285506855	KCB	7/1/2019	-	-
Nadoto Primary School	1130319180	KCB	8/12/2020	2,834	-
Daraja Moja Primary School	1294429485	KCB	5/2/2018	1,735	-
Bishop Mahon Primary School	1135447411	KCB	8/10/2013	282	-
Kanukurmeri Primary School	1294009761	KCB	18/7/2020	8,735	-
Lorengelup Primary School	1274135419	KCB	9/10/2020	5,400	-
Elelea Primary School	1286642116	KCB	14/9/2019	2,260	-
Nabulon Primary School	1160806454	KCB	24/9/2015	884,108	884,108
Moruongor Primary School	1273787129	KCB		-	1,948
Lochor Esekon Primary School	1254476164	KCB		-	1,482
Nadipoe Primary School	1183786573	KCB		-	94,982
St. Kevins Secondary School	1274562856	KCB		-	2,100
Total				909,517	984,620

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

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
Remittance of statutory deductions in time	Deductions effected	Resolved	Resolved	30/6/2022
Emergency expenses	Compliance with law	Resolved	Resolved	30/6/2022
Unsupported bursary distribution	Irregular allocations	resolved	Resolved	30/6/2022

EKENO R.NG;ULENY

Fund Account Manager.

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance		Comments
		2020/21	2019/20	
Nakwamekwi pry school	Construction of D/Hall	1,500,000	-	Pending funding
Chokeho pry	Construction of 2 classrooms	2,200,000	-	Pending funding
Lore Amatet Primary school	Construction of 2 classrooms	2,000,000	-	Pending funding
Merier Primary school	Construction of 2 classrooms	2,200,000	-	Pending funding
Kerio Primary school	Construction of D/Hall	1,500,000	-	Pending funding
Kaikol Primary school	Construction of 1 classroom	1,100,000	-	Pending funding
Nakalale primary school	Construction of 1 classroom	1,100,000	-	Pending funding
Elelea primary school	Construction of 1 classroom	1,100,000	-	Pending funding
Loyo mixed secondary school	Purchase of Bus	7,452,250	-	Pending funding
Pag mixed secondary school	Purchase of Bus	7,370,618	-	Pending funding
Elive Boys Secondary school	Purchase of Bus	7,452,250	-	Pending funding
Naoros Chiefs office	Construction of chiefs office	1,500,000	-	Pending funding
Kakimat Chiefs office	Construction of chiefs office	1,500,000	-	Pending funding
Nadoto Chiefs office	Construction of chiefs office	1,500,000	-	Pending funding
Total		39,475,118	62,920,912	

