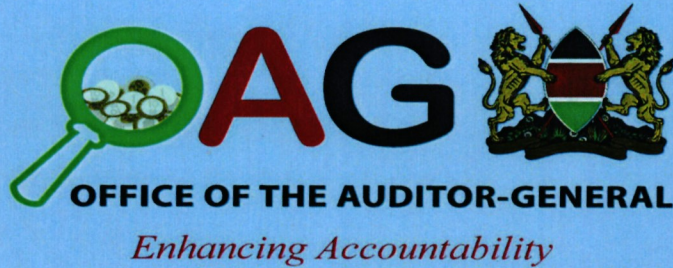
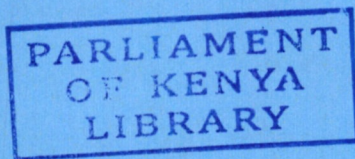
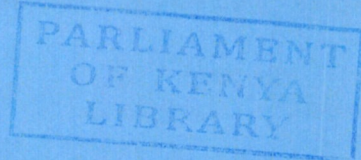


REPUBLIC OF KENYA



REPORT



OF

THE AUDITOR-GENERAL

ON

NATIONAL ASSEMBLY	
DATE: 22 NOV 2022	DAY: Tuesday
TABLED BY: LoM	
CLERK AT THE TABLE: Temwa	

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – MARAKWET EAST CONSTITUENCY**

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



MARAKWET EAST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

ANNUAL REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work

Marakwet east Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Reports and Financial Statements for The Year Ended June 30, 2021

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 Marakwet east Constituency NGCDF day-to-day management is under the following key organs:

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Edwin Siele
2.	Sub-County Accountant	Rebecca Biwott
3.	Chairman NGCDFC	Noah Kiptoo
4.	Member NGCDFC	Emily Kimosop

(d) Fiduciary Oversight Arrangements

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

Marakwet East NG-CDF Office
P.O. Box 298-30705
Kapsowar.
Chesoi NG-CDF hall
Chesoi, KENYA

Marakwet east Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Reports and Financial Statements for The Year Ended June 30, 2021

(f) Marakwet east Constituency NGCDF contacts

Telephone: (254) 728 573 065

: (254) 725 603 034

Email: cdfmarakweteast@ngcdf.go.ke

Website: www.ngcdf.go.ke

(g) Marakwet east Constituency NGCDF Bankers

Equity Bank

Kapsowar

1570261546678

P.O.BOX 17430705

KAPSOWAR

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

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

II. NG-CDFC CHAIRMAN’S REPORT



NG-CDF fund has and continues to touch, change and transform lives of common citizen down at the grass root level. That has been achieved through bursary fund to the needy bright, school going children who would have dropped out if not for NG-CDF bursary fund intervention. Notably also there is need from the Board to enhance policy structure to administer the social security program in the constituency. It is upon the NG-CDF board to expedite issuance of a regulations towards social security programmes.

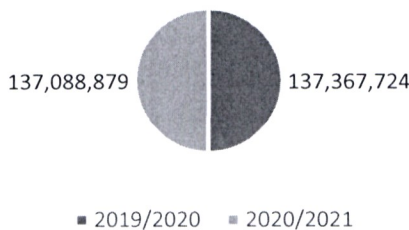
The slow implementation of projects was due to delayed disbursement of funds from NG-CDF Board. There is need for bursary/social security allocation to be reviewed upwards to match increasing needs of school fees.

There are quite a number of challenges facing constituents in Marakwet East constituency ranging from poor road networks, power outages, communication/network problems, insecurity along the borders, landslides, thunder and lightning strikes. With collaboration, networking and partnering with stakeholders, the above challenges could be solved. The management reviewed constituency strategic plan in July 2020 which aims at giving strategic direction, focus and concentration of funds to ensure maximum benefit to all in an effective and efficient manner.

I would like to thank all stakeholders in CDF projects in Marakwet East including the project management committees, development partners, and government line ministries.

FY	AMOUNT
2019/2020	137,367,724
2020/2021	137,088,879

APPROVED BUDGET FOR TWO FINANCIAL YEARS COMPARED

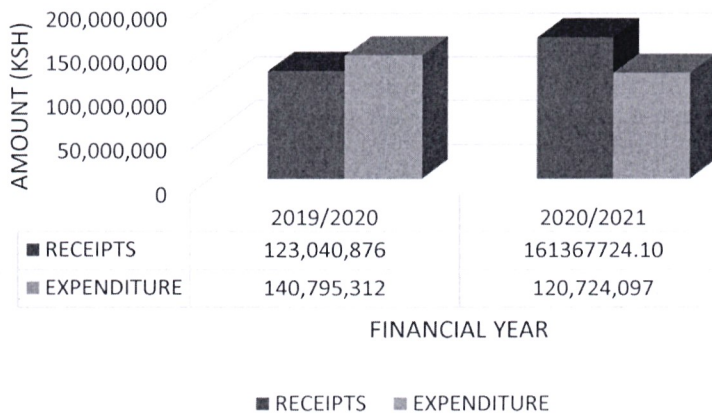


**Marakwet east Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Reports and Financial Statements for The Year Ended June 30, 2021**

Total receipts Vs Expenditure

FY	2019/2020	2020/2021
RECEIPTS	123,040,876	161,367,724
EXPENDITURE	140,795,312	120,724,097

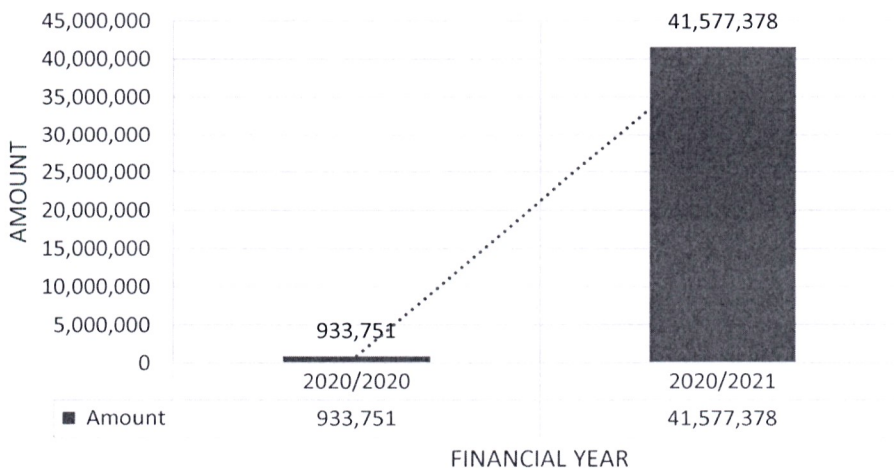
TOTAL RECEIPTS VERSUS EXPENDITURE



Graphical comparison of surplus for financial years 2019/2020 and 2020/2021

Surplus/Deficit Compared	Amount
2019/2020	933,751
2020/2021	41,577,378

SURPLUS/DEFICIT COMPARED



Signature

CHAIRMAN NGCDF COMMITTEE

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

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES

Introduction

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

The key development objectives of NGCDF- Marakwet East Constituency's 2018-2022 Strategic plan are to:

- a) Education- To improve student outcomes and enabling environment for quality learning
- b) Security- To create peaceful, secure and enabling environment through support of infrastructure in the ministry of interior at the constituency.
- c) Sports- To create opportunities for young people and marginalized group to harness their potential and capabilities through sports.
- d) Environment- To strengthen environmental conservation and protection through supporting community environmental initiatives.
- e) Emergency- To respond effectively and efficiently to unforeseen occurrences hampering lives of the constituents of Marakwet East Constituency.

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve student outcomes and enabling environment for quality learning	<ol style="list-style-type: none"> 1. Improved better instructions, teaching and learning environment for improved students learning outcomes 2. Increased pupils class attendance 3. Talents developed and strengthened Increased employability skills among the youth 	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In financial year 2020/2021 - we increased number of classrooms by 5, dormitories by 3 and renovation of classrooms in various schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	To create peaceful, secure and enabling environment through support of infrastructure in the	<ol style="list-style-type: none"> 1. Effective and efficient security and administration department in the constituency 2. Reduction of criminal behaviours, 	<ul style="list-style-type: none"> -number of complete and usable chiefs' camps and police stations -Decreased number of insecurity 	In financial year 2020/2021 -we increased the number of chiefs and assistant chief's offices by 4 and police staff quarters by 10 and 1

Marakwet east Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Reports and Financial Statements for The Year Ended June 30, 2021

	ministry of interior at the constituency	insecurity and delinquency 3. Increased community ownership of security and peace		administration block office built.
Environment	To strengthen environmental conservation and protection through supporting community environmental initiatives.	1. Strengthened environment conservation and protection 2. Increased tree cover and green spaces in schools and community 3. Increased Community ownership of environment initiatives	Percentage of increased forest cover.	In financial year 2020/2021 -we planted 3,000 trees seedlings in four schools/institutions
Sports	To create opportunities for young people and marginalized group to harness their potential and capabilities through sports	1. Nurture talents in sports and arts 2. Enabling environment for social interaction and personal development	Improved talent management and enrolment into sport training camps and national athletics championships	In financial year 2020/2021 -we purchased sport equipment worth ksh 200,000 in four schools/institutions
Disaster Management	Respond effectively and efficiently to unforeseen occurrences that may affect lives of constituents	1. Ensure learning in schools continue uninterrupted by natural calamities 2. Improve service delivery to the residents by mitigating effects of natural disasters	Number of emergency projects funded using emergency funds within a financial year. -number of beneficiaries of emergency project	In financial year 2020/2021 -we funded 29 projects in various institutions and schools for toilets, blown roofs.

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

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Marakwet East 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 Marakwet east NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

The Sustainable Development Goals guide achievement of a better and more sustainable future for all which Kenyan Government is a signatory. They address the global challenges we face, including those related to poverty, inequality, climate, environmental degradation, prosperity, and peace and justice. The Goals interconnect and in order to leave no one behind, it is important that we achieve each Goal and target by 2030. The constituency will play a role in the realization of the SDG's.

3. Employee welfare

We invest in providing the best working environment for our employees. Marakwet East constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to

Marakwet east Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Reports and Financial Statements for The Year Ended June 30, 2021

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 are 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. Marakwet east 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. Marakwet east constituency also has bursary programs aligned to the NG-CDF Act for employees seeking to further their education or advance themselves through formal programs relating to their current or prospective jobs.

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

4. Market place practices-

Marakwet east 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 interests

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

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

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.

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

Marakwet east Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Reports and Financial Statements for The Year Ended June 30, 2021

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.

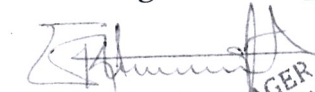
The Accounting Officer in charge of the NGCDF-Marakwet east Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year 2020/2021 ended on June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Marakwet east 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 Marakwet east constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Marakwet east Constituency further confirms the completeness of the accounting records maintained for Marakwet east constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Marakwet east Constituency confirms that Marakwet east 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 Marakwet east 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- Marakwet east Constituency financial statements were approved and signed by the Accounting Officer on _____ 2021.



Chairman NGCDF Committee
Name:

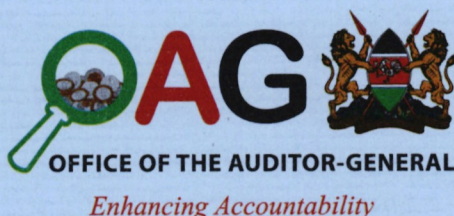
FUND ACCOUNTING MANAGER
MARAkwET EAST CONSTITUENCY
Sign
P.O. Box 298-30705 KARISUMBI



Fund Account Manager
Name:

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Marakwet East Constituency set out on pages 1 to 37, which comprise of the statement of receipts and payments, statement of assets and

Report of the Auditor-General on National Government Constituency Development Fund -Marakwet East Constituency for the year ended 30 June, 2021

liabilities as at 30 June, 2021, statement of cash flows and summary statement of appropriations, 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 effects of the matter 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 - Marakwet East Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Act, 2015 and the Public Finance Management act, 2012.

Basis for Qualified Opinion

Project Management Committee Account Balances

Note 17.4 to the financial statements reflects Project Management Committee (PMC) account balances of Kshs.17,511,782 in respect of funds disbursed to PMCs which remained unutilized as at 30 June, 2021. However, Management did not provide bank reconciliation statements, certificate of bank balances, bank statements and cashbooks in support of the balances.

In the circumstances, the accuracy, completeness and existence of the project management committee account balances of Kshs.17,511,782 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 - Marakwet East Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.206,390,354 and Kshs.161,367,724 respectively resulting to an underfunding of Kshs.45,022,630 or 22 % of the budget. Similarly, the Fund expended Kshs.120,724,097 against an approved

budget of Kshs.206,390,354 resulting to an under expenditure of Kshs.85,666,257 or 42 % of the budget.

The underfunding and underperformance affected the planned activities and projects and may have impacted negatively on service delivery to the residents of Marakwet East Constituency by denying them the benefits that would have accrued from the services and projects that were not implemented.

2. Project implementation Status (PIS)

Review of the Project implementation status report as at 30 June, 2021 revealed that a total of forty-six (46) projects were funded at an estimated cost of Kshs.126,121,769 out of which four (4) projects with an estimated value of Kshs.11,592,207 were completed and in use, seventeen (17) projects with estimated cost of Kshs.10,900,000 were yet to start, twenty-five (25) projects with an estimated cost of Kshs.103,629,562 were on going.

Failure to complete the projects on a timely basis denied the residents of Marakwet East Constituency the benefits that would have accrued from the projects.

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. Non-Compliance with Law on Ethnic Composition

During the year under review, the total number of employees of the Fund was five (5) all of whom from the dominant ethnic community. This is contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which states that, "all public offices shall seek to represent the diversity of the people of Kenya in the employment of staff and that no public institution shall have more than one-third of its staff establishment from the same ethnic community.

The Fund Management was in breach of the law.

2. Other Grants and Other Payments

2.1 Non-Acknowledgement of Bursary - Tertiary Institutions

The statement of receipts and payments reflects other grants and transfers amount of Kshs.39,546,545 which includes bursary to tertiary institutions balance of Kshs.3,935,245 as disclosed in Note 7 to the financial statements. However, out of the Kshs.3,935,245 bursary disbursed a total of Kshs.677,920 were acknowledged whereas, the balance of Kshs.3,257,325 were not acknowledged.

In the circumstances, it is not possible to confirm that bursaries amounting to Kshs.3,257,325 were received and used for the intended purpose as required under Section 68(i)(a) and (b) of the Public Finance Management Act, 2012.

2.2 Emergency Projects

The statement of receipts and payments for the year ended 30 June, 2021 reflects other grants and transfers amount of Kshs.39,546,545 which includes emergency projects figure of Kshs.11,609,248 as disclosed in Note 7 to the financial statements. Physical verification of two emergency projects carried out on 25 May, 2022 revealed that the expenditure returns were not provided and in addition one project for construction of pit latrines for Chugor Primary School had not commenced though funds were already released.

In the circumstances, it was not possible to confirm whether the funds were utilized for the intended purposes and whether the Management complied with Section 15 of National Government Constituencies Development Fund Regulations, 2016.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's 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 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 the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to 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 control that are identified during the audit.

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

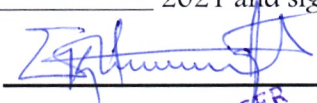
Nairobi

05 September, 2022

**Marakwet East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Reports and Financial Statements for The Year Ended June 30, 2021
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021**

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	123,040,876
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,724	123,040,876
PAYMENTS			
Compensation of employees	4	2,523,251	2,963,133
Use of goods and services	5	9,674,237	6,115,518
Transfers to Other Government Units	6	68,980,064	76,238,513
Other grants and transfers	7	39,546,545	53,132,745
Acquisition of Assets	8	-	1,469,383
Other Payments	9	-	876,020
TOTAL PAYMENTS		120,724,097	140,795,313
SURPLUS/(DEFICIT)		40,643,627	(17,754,436)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Marakwet east Constituency financial statements were approved on _____ 2021 and signed by:



Fund Account Manager

Edwin Siele

FUND ACCOUNT MANAGER
MARAKWET EAST CONSTITUENCY
Sign
P.O. Box 298-30705 KAPSOWAR



National Sub-County
Accountant

Rebecca Biwott, ICPAK M/No.
12091

SUB-COUNTY ACCOUNTANT
MARAKWET EAST
P. O. Box 185 - 30705, KAPSOWAR
Date.....Sign.....



Chairman NG-CDF
Committee


Noah Kiptoo


Marakwet east Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Reports and Financial Statements for The Year Ended June 30, 2021
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	41,577,378	933,751
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		41,577,378	933,751
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		41,577,378	933,751
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		41,577,378	933,751
REPRESENTED BY			
Fund balance b/fwd	13	933,751	18,688,187
Prior year adjustments	14	-	-
Surplus/Deficit for the year		40,643,627	(17,754,436)
NET FINANCIAL POSITION		41,577,378	933,751

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


Fund Account Manager
 Edwin Siele


National Sub-County Accountant
 Rebecca Biwott, ICPAK M/No. 12091


Chairman NG-CDF Committee
 Noah Kiptoo

Marakwet east Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Reports and Financial Statements for The Year Ended June 30, 2021
IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	123,040,876
Other Receipts	3	-	-
Total receipts		161,367,724	123,040,876
Payments for operating activities			
Compensation of Employees	4	2,523,251	2,963,133
Use of goods and services	5	9,74,237	6,115,518
Transfers to Other Government Units	6	68,980,064	76,238,513
Other grants and transfers	7	39,546,545	53,132,745
Other Payments	9	-	876,020
Total payments		120,724,097	139,325,929
Total Receipts Less Total Payments			
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (Outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	-
Net cash flow from operating activities		40,643,627	(16,285,053)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	(1,469,383)
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		40,643,627	(17,754,436)
Cash and cash equivalent at BEGINNING of the year	10	933,751	18,688,187
Cash and cash equivalent at END of the year		41,577,378	933,751

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Marakwet east Constituency financial statements were approved on _____ 2021 and signed by:

Fund Account Manager

Edwin Siele

[Signature]
FUND ACCOUNT MANAGER
MARAKWET EAST CONSTITUENCY
 Sign
 P.O. Box 298-30705 KAPSOWAR

[Signature]
National Sub-County
Accountant

Rebecca Biwott, ICPAK M/No. 12091

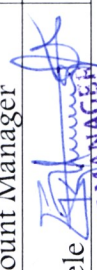
[Signature]
Chairman NG-CDF
Committee


Noah Kiptoo

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

X. SUMMARY STATEMENT OF APPROPRIATION

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	A	b	Previous Years' Outstanding Disbursements	c=a+b	d	e=c-d	f=d/c %
RECEIPTS	2020/2021	Opening Balance (C/Bk) and AIA		2020/2021	30/06/2021		
	Kshs		Kshs	Kshs		Kshs	
Transfers from NGCDF Board	137,088,879	933,751	68,367,724	206,390,354	161,367,724	45,022,630	77.8%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts				0	-	-	-
TOTALS	137,088,879	933,751	68,367,724	206,390,354	161,367,724	45,022,630	77.8%
PAYMENTS							
Compensation of Employees	2,830,000	0	2,260,268	5,090,268	2,523,251	2,567,017	49.6%
Use of goods and services	8,137,110	451,037	6,922,674	15,510,821	9,674,237	5,836,585	62.4%
Transfers to Other Government Units	102,800,000	0	32,107,800	134,907,800	68,980,064	65,927,736	51.1%
Other grants and transfers	23,321,769	482,714	27,076,982	50,881,465	39,546,545	11,334,020	76.2%
Acquisition of Assets		0	0	0	-	-	-
Other Payments	0		0	0	-	-	-
Funds pending approval**	0	0	0	0	-	-	-
TOTALS	137,088,879	933,751	68,367,724	206,390,354	120,724,097	85,666,257	58.2%
Fund Account Manager	National Sub-County Accountant		Chairman NG-CDF Committee				
Edwin Siele	Rebecca Biwott, ICPAK M/No. 12091		Noah Kiptoo				


FUND ACCOUNT MANAGER
 MARAKWET EAST CONSTITUENCY
 P. O. Box 298-30705 KAPSOWAP
 Sign
 P. O. Box 298-30705 KAPSOWAP


SUB-COUNTY ACCOUNTANT
 MARAKWET EAST
 P. O. Box 185 - 30705, KAPSOWAP
 Date.....
 Sign.....

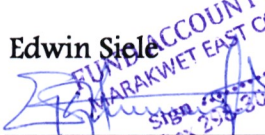
**Marakwet East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Reports and Financial Statements for The Year Ended June 30, 2021**


(a) Commentary on significant underutilization.


- i. The under-utilization on compensation to employees was amount received in the financial year relating to previous financial year of ksh 69,367,724 with employee compensation of ksh 2,243,401.
- ii. Ksh 45,088,879.31 of the total allocation for financial year 2020/2021 had not been received at the close of the financial year hence projects affected could not be implemented.
- iii. The under-utilization in most of the items is as a result of spill over of funds relating to financial year 2019/2020 of Ksh 69,367,724 and the pending disbursement from the to the constituency of ksh 45,088,879.31 as at 30th June 2021.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	85,666,257
Less undisbursed funds receivable from the Board as at 30 th June 2021	44,088,879
	41,577,377
Add Accounts payable	0
Less Accounts Receivable	(0)
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	41,577,377

The NGCDF-Marakwet East Constituency financial statements were approved on _____ 2021 and signed by:

Edwin Siele

FUND ACCOUNT MANAGER
MARAKWET EAST CONSTITUENCY
 SIBA
 P. O. Box 25430705 KAPSOWAR

Rebecca Biwott, ICPAK M/No. 12091

National Sub-County Accountant
SUB-COUNTY ACCOUNTANT
MARAKWET EAST
 P. O. Box 185 - 30705, KAPSOWAR
 Date..... Sign.....

Noah Kiptoo

Chairman NG-CDF Committee

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

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget	Adjustments				Final Budget	Actual on	
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				comparable basis	difference
			Kshs					
1.0 Administration and Recurrent					2020/2021	30/06/2021		
	Kshs				Kshs	Kshs		Kshs
1.1 Compensation of employees	2,830,000	451,037	1,100,000		4,381,037	2,463,331	1,917,706	
1.2 Committee allowances	2,836,058.00		1,000,000		3,836,058	3,782,849	53,209	
1.3 Use of goods and services	1,188,386.00		704,709		1,893,095	1,893,095	-	
NSSF			130,000		130,000	59,920	70,080	
NHIF			150,000		150,000		150,000	
2.0 Monitoring and evaluation								
2.1 Capacity building	1,862,666.00		787,309		2,649,975		2,649,975	
2.2 Committee allowances	1,600,000		1,675,345		3,275,345	3,149,400.00	125,945	
2.3 Use of goods and services	650,000		650,000		1,300,000	48,893	1,251,107	
3.0 Emergency	7,192,207.00		4,417,041		11,609,248			
3.1 Primary Schools						7,700,000		

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

6.1 Kipsimbo primary school	50,000			50,000		50,000
6.2 St Michael primary school	50,000			50,000		50,000
6.3 Chechan primary school	50,000			50,000		50,000
6.4 Kaptobendo primary school	50,000			50,000		50,000
Kalya pri sch			50,000	50,000		50,000
Kerbut pri sch			50,000	50,000	50,000	-
Kreel pri sch			50,000	50,000	50,000	-
Sambalat pri sch			50,000	50,000	50,000	-
Wewo assistant chiefs office			50,000	50,000	50,000	-
						-
7.0 Primary Schools Projects						
(List all the Projects)						
Kararia primary school	1,000,000			1,000,000	1,000,000	-
Kapero primary school	700,000			700,000	700,000	-
Tenderwa primary school	300,000			300,000	300,000	-
Barberi primary school	400,000			400,000	400,000	-
Embomir primary school	1,500,000			1,500,000	-	1,500,000
Sambalat primary school	400,000			400,000	400,000	-
Tot primary school	1,000,000			1,000,000	-	1,000,000
Kapchelaga primary school	1,000,000			1,000,000	1,000,000	-
Chesongoch primary school	1,000,000			1,000,000	-	1,000,000
Ngenyireel primary school	3,000,000			3,000,000	-	3,000,000

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

Nyirar primary school	500,000				500,000	500,000	-
Metipsoo primary school	500,000				500,000	500,000	-
Chesoi primary school	800,000				800,000	-	800,000
Tirap primary school	300,000				300,000	-	300,000
Kimitel primary school	700,000				700,000	700,000	-
Tuturung primary school	300,000				300,000	300,000	-
Endiwa primary school	700,000				700,000	700,000	-
Maron primary school	500,000				500,000	500,000	-
Chesetan primary school	600,000				600,000	-	600,000
Mogil primary school	800,000				800,000	-	800,000
Meuno primary school	1,500,000				1,500,000	1,500,000	-
Boroko pri sch				700,000	700,000	700,000	-
Kamelei pri sch				700,000	700,000	700,000	-
kreel pri sch				500,000	500,000	500,000	-
kapchebau pri sch				600,000	600,000	600,000	-
tenderwa pri sch				600,000	600,000	600,000	-
Cheptobot pri. Sch				700,000	700,000	700,000	-
Kapkobil pri sch				500,000	500,000	500,000	-
kipsimbo pri sch				700,000	700,000	700,000	-
Kaptobendo pri sch				700,000	700,000	700,000	-
Tebe pri sch				700,000	700,000	700,000	-
Kasokotow pri sch				700,000	700,000	700,000	-

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

Chelimwo pri sch				700,000	700,000	700,000	-
Kaptora pri sch			600,000	600,000	600,000	600,000	-
Kapero pri sch			700,000	700,000	700,000	700,000	-
Kabetwa pri sch			700,000	700,000	700,000	700,000	-
Tangul pri sch			700,000	700,000	700,000	700,000	-
Kararia pri sch			1,500,000	1,500,000	1,500,000	1,500,000	-
Mokwony pri			700,000	700,000	700,000	700,000	-
kabaldamet pri sch			1,500,000	1,500,000	1,500,000	1,500,000	-
chesongoch primary			1,700,000	1,700,000	1,700,000	1,700,000	-
kapchelaga primary			600,000	600,000	600,000	600,000	-
kapchoge primary			700,000	700,000	700,000	700,000	-
konot primary			1,000,000	1,000,000	1,000,000	1,000,000	-
kumulul primary			300,000	300,000	300,000	300,000	-
muswon primary			600,000	600,000	600,000	600,000	-
tot primary			2,000,000	2,000,000	2,000,000	2,000,000	-
Tuturung primary school			1,200,000	1,200,000	1,200,000	1,200,000	-
Mureto primary school			700,000	700,000	700,000	700,000	-
Mkeno primary school			1,500,000	1,500,000	1,500,000	1,500,000	-
Kabiego primary school			700,000	700,000	700,000	700,000	-
Kipsimbo primary school			700,000	700,000	700,000	700,000	-
Matum primary school			700,000	700,000	700,000	700,000	-
Kalya primary school			1,200,000	1,200,000	1,200,000	1,200,000	-

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

Sebero primary school				700,000	700,000	700,000	-
Chawis pri sch			400,000	400,000	400,000	400,000	-
Chebilil pri sch			500,000	500,000	500,000	500,000	-
Endiwa pri sch			500,000	500,000	500,000	500,000	-
Chugor pri sch/Sambirir innovation hub			700,000	700,000	700,000	700,000	-
Tangul pri sch			500,000	500,000	500,000	500,000	-
Kapkuto pri sch/Sambirir community library			1,000,000	1,000,000	1,000,000	1,000,000	-
Tebe pri school/Constituency audit			500,000	500,000	500,000	500,000	-
8.0 Secondary Schools Projects				-			-
Tot day secondary school	7,000,000			7,000,000	7,000,000	7,000,000	7,000,000
Kamasia secondary school	7,000,000			7,000,000	7,000,000	7,000,000	7,000,000
Kipkaner secondary school	7,000,000			7,000,000	7,000,000	7,000,000	7,000,000
Chesewew secondary school	1,000,000			1,000,000	1,000,000	1,000,000	-
Kapkuto secondary school	500,000			500,000	500,000	500,000	-
St Mary Mon secondary school	800,000			800,000	800,000	800,000	800,000
Lukuget day secondary school	1,000,000			1,000,000	1,000,000	-	1,000,000
Kerio valley secondary school	6,000,000		5,400,000	11,400,000	6,000,000	6,000,000	5,400,000
Sambirir girls secondary school	5,000,000			5,000,000	5,000,000	5,000,000	-


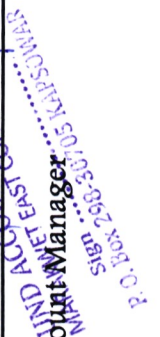
**Marakwet east Constituency
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Liter secondary school			1,400,000	1,400,000			1,400,000		1,400,000
Sambirir boys sec sch			500,000	500,000		500,000		500,000	-
St Michael sec sch			2,380,064	2,380,064		2,380,064		2,380,064	-
Kipkaner day sec sch			500,000	500,000		500,000		500,000	-
9.0 Tertiary institutions Projects all the Projects)		(List		-		-		-	-
9.1 Kerio Valley KMTC CAMPUS			50,000,000	50,000,000		15,000,000		35,000,000	
10.0 Security Projects				-		-		-	-
Koibirir chiefs office			700,000	700,000		700,000		700,000	-
Ketut chiefs office			700,000	700,000		700,000		700,000	-
Korou assistant chiefs office			700,000	1,700,000		700,000		1,000,000	
Marich assistant chiefs office			1,000,000	1,000,000		-		-	1,000,000
Endo chiefs office			700,000	700,000		-		-	700,000
Kamelei security camp			1,000,000	1,000,000		-		-	1,000,000
Kapyego police station			1,000,000	1,000,000		1,000,000		1,000,000	-
Kapyego chiefs office			700,000	700,000		-		-	700,000
Kibiriem chiefs office			300,000	300,000		300,000		300,000	-
Kipkaner chiefs office			400,000	400,000		400,000		400,000	-
Tot Assistant County Commissioners office			500,000	500,000		500,000		500,000	-
Tuturung Assistant chiefs office			200,000	200,000		200,000		200,000	-
Kaptich chiefs office			200,000	200,000		200,000		200,000	-

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Cheptobot assistant chiefs office			200,000	200,000	200,000	-
Kapsicha assistant chiefs office			500,000	500,000	500,000	-
Sambirir chiefs office/Sambirir innovation hub			469,000	469,000	469,000	-
Sambirir chiefs office			256	256	256	-
Murkutwa Security camp			1,000,000	1,000,000	1,000,000	-
11.0 Acquisition of assets						-
11.1 Motor Vehicles (including motorbikes)						-
11.2 Construction of CDF office						-
11.3 Purchase of furniture and equipment						-
11.4 Purchase of computers						-
11.5 Purchase of land						-
12.0 Others						-
12.1 Strategic Plan						-
12.2 Innovation Hub						-
12.2						-
Funds pending approval**						-
Total		137,088,879	933,751	68,367,724	207,390,354	120,724,097
						85,666,257

(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)

Edwin Siele

Fund Account Manager


Rebecca Biwott, ICPAK M/No. 12091

National Sub-County Accountant
MARAKWET EAST
 P. O. Box 185 - 30705, KAPSOWAR
 Date.....
 Date.....
 Date.....

Noah Kiptoo

Chairman NG-CDF Committee

**Marakwet East Constituency
National Government Constituencies Development Fund (NGCDF)
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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-Marakwet East Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

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External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash equivalent.

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

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

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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.

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 as at the end of the financial year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2020 for the period 1st July 2021 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

14. Errors

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

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

15. Related Party Transactions

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

Marakwet east Constituency
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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
AIE NO. 2018/2019/B047244		49,540,876
AIE NO. 2018/2019/B047332		4,500,000
AIE NO. 2019/2020/B041127		4,000,000
AIE NO. 2019/2020/B047610		20,000,000
AIE NO. 2019/2020/B047972		6,000,000
AIE NO. 2019/2020/B049374		14,000,000
AIE NO. 2019/2020/B104398		15,000,000
AIE NO. 2019/2020/B096609		9,000,000
AIE NO. 2018/2019/B096790		1,000,000
AIE NO. 2019/2020/B104738	20,000,000	
AIE NO. 2019/2020/A823677	35,000,000	
AIE NO. 2019/2020/B104827	14,367,724	
AIE NO. 2020/2021/B124608	9,000,000	
AIE NO. 2020/2021/B119563	8,500,000	
AIE NO. 2020/2021/B119954	13,000,000	
AIE NO. 2020/2021/B128195	6,900,000	
AIE NO. 2020/2021/B129157	6,000,000	
AIE NO. 2020/2021/B132250	6,000,000	
AIE NO. 2020/2021/B138918	13,000,000	
AIE NO. 2020/2021/B126212	7,000,000	
AIE NO. 2020/2021/B105007	10,600,000	
AIE NO. 2020/2021/B140650	12,000,000	
TOTAL	161,367,724	123,040,876

2. PROCEEDS FROM SALE OF ASSETS

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,463,331	2,408,919
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	497,414
Employer Contributions Compulsory national social security schemes	59,920	56,800
	-	-
Total	2,523,251	2,963,133

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	-	-
Utilities, supplies and services	2,250,429	959,621
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	-	-
Other committee expenses	-	-
Committee allowance	6,432,249	4,871,500
Insurance costs	222,666	0
Fuel, Oil and lubricants	720,000	250,000
Office and general supplies and services	-	-
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	-	-
Bank service and commissions	48,893	34,397
Total	9,674,237	6,115,518

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools	38,100,000	30,869,256
Transfers to secondary schools	15,880,064	45,369,257
Transfers to tertiary institutions	15,000,000	-
TOTAL	68,980,064	76,238,513

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools	15,032,796	26,233,865
Bursary – tertiary institutions	3,935,245	7,460,880
Bursary – special schools	-	-
Mock & CAT	-	-
Social Security programmes (NHIF)	-	-
Security projects	8,669,256	13,800,000
Sports projects	150,000	50,000
Environment projects	150,000	100,000
Emergency projects	11,609,248	5,488,993
Total	39,546,545	53,132,745

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	1,469,383
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	-	1,469,383

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	-	876,020
ICT Hub	-	-
Total	-	876,020

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>Equity Kapsowar Branch A/c No 1570261546678</i>	41,577,378	933,751
Total	41,577,378	933,751
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

13. BALANCES BROUGHT FORWARD

	2020-2021	2019-2020
	(1st July 2020)	(1st July 2019)
	Kshs	Kshs
Bank accounts	933,751	18,688,187
Cash in hand		
Imprest		
Total	933,751	18,688,187

Marakwet east Constituency
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14. PRIOR YEAR ADJUSTMENTS

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

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

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

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2019	2019-2020
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account receivables D= A+B-C	-	-

Marakwet east Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE

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

17.2: PENDING STAFF PAYABLES

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	423,987	-
Others (<i>specify</i>)	-	-
Total	423,987	-

17.3: UNUTILIZED FUND

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	2,567,017	2,243,401
Use of goods and services	4,836,585	5,028,773
Amounts due to other Government entities	65,927,736	21,938,513
Amounts due to other grants and other transfers	12,334,920	41,172,973
Acquisition of assets	0	1,469,383
Strategic plan	0	876,020
Funds pending approval		
	85,666,257	72,729,063

Marakwet east Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances	17,511,782	48,191,333
	17,511,782	48,191,333

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021 ksh	Comments
NG-CDFC Staff				
1. Paul Chepkok	Driver	1/7/2021	63,113	
2. Dinah Kiplagat	Secretary	2019	180,437	
3. Rose Chelimo	Records officer	2019	180,437	
	Sub-Total		423,987	
	Grand Total		423,987	

**Marakwet East Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021
ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees	Payment of employee salaries	1,917,706		
Committee expenses	Payment of committee sitting allowances	53,209		
NSSF	Payment of staff NSSF deductions	70,080		
NHIF	Payment of NHIF deductions	150,000		
		2,190,995		
Monitoring and evaluation				
Capacity building	Payment of committee training allowances	2,649,975		
Committee allowances	Payment of committee m & e allowances	125,945		
Use of goods and services	Payment of goods and services	251,107		
		4,027,027		
Amounts due to other Government entities				
Emboimir primary school	Construction of dormitory	1,500,000		
Tot primary school	Construction of administration block	1,000,000		
Chesongoch primary school	Construction of dormitory	1,000,000		
Ngenyireel primary school	Construction of 3classrooms	3,000,000		
Chesoi primary school	Renovation of classrooms	800,000		
Tirap primary school	Completion of one classroom	300,000		
Chesetan primary school	Renovation of classrooms	600,000		
Mogil primary school	Renovation of classrooms	800,000		
Kumulul primary	Completion of one classroom	300,000		
Kalya primary school	Construction of one class and completion of one classroom	1,200,000		
Tot day secondary school	Purchase of 46-seater school bus	7,000,000		
Kamasia secondary school	Purchase of 46-seater school bus	7,000,000		
Kipkaner secondary school	Purchase of 46-seater school bus	7,000,000		
St Mary Mon secondary school	Renovation of classrooms	800,000		
Kerio valley secondary school	Construction of administration block	5,400,000		
Liter secondary school	Purchase of lockers and desks	1,400,000		
Lukuget day secondary school	Construction of dormitory	1,000,000		
KMTC Kerio valley secondary school	Construction of tuition and administration block	35,000,000		
		75,100,000		
Sub-Total				
Amounts due to other grants and other transfers				
Secondary Schools	Payment of bursary fee to students in secondary schools	116,618		
Tertiary Institutions	Payment of bursary fee to students in tertiary institutions	181,617		

Marakwet East Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021
ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f		Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost	
	(Kshs)				(Kshs)	
	2019/20	2020/21			2020/21	2020/21
Land	1,200,000		-	-	1,200,000	
Buildings and structures	14,069,383		-	-	14,069,383	
Transport equipment	9,483,255		-	-	9,483,255	
Office equipment, furniture and fittings	523,100		-	-	523,100	
ICT Equipment, Software and Other ICT Assets	812,500		-	-	812,500	
Other Machinery and Equipment	-		-	-	-	
Heritage and cultural assets	-		-	-	-	
Intangible assets	-		-	-	-	
Total	26,088,238		-	-	26,088,238	

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 20221**

PMC	Bank	Account number	Bank Balance	
			2020/21	2019/20
CHAWIS PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570266414935	421.80	1,009
CHORWA PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264054753	200,485.00	141,265
NYIRAR PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570262635352	501,180.50	1,361
CHELMWO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264231010	31,793.00	7,271
MUSWON PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264205214	599,894.00	7,271
KAPKUTO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570266863037	33,576.00	1,310
KOMBASSES PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570267124604	2,610.00	72,970
KAPKOBIL PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264023478	25,473.00	4,647
QUEEN OF PEACE PRY SCH	EQUITY-KAPSOWAR	1530261739240	1,005.00	1,005
MURKUTWO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570263899187	236,304.70	336,425
CHEMISTO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570262653284	190.50	670
ST AUGUSTINE KAPYEGO SEC	EQUITY-KAPSOWAR	1570264045144	89,969.30	486,429
ISHMAEL CHELANGA SEC. SCH	EQUITY-KAPSOWAR	1570262776347	4,838.80	4,839
EMBOBUT POLICE STATION	EQUITY-KAPSOWAR	1570262343437	19,970.00	1,103
LITER POLICE STATION	EQUITY-KAPSOWAR	1570261708992	1,103.46	-
CHEBILIL AP LINE	EQUITY-KAPSOWAR	1570264449314	85.00	85
MOGIL POLICE STATION	EQUITY-KAPSOWAR	1570262692350	1,480	1,480
KIPCHUMWA CHIEFS OFFICE	EQUITY-KAPSOWAR	1570266061270	6,745	6,745
KIPKANER CHIEFS OFFICE	EQUITY-KAPSOWAR	1570266548914	400,870	870
ST MARYS MON SECONDARY	EQUITY-KAPSOWAR	1570269233373	1,432	31,202
KIMONGO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264653431	620	620
SANGACH PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570269995814	-	-
ITUM PRI SCHOOL	EQUITY-KAPSOWAR	1570263833431	199,198	800,001
LUKUGET PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264190830	96	96
SEBERO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570271424260	13,510	702,100
CHEPTANY PRI SCH	EQUITY-KAPSOWAR	1570264231665	1,500,260	260
NYIRAR CHIEFS OFFICE	EQUITY-KAPSOWAR	1570270180458	475	475
MURKUTWO AP CAMP	EQUITY-KAPSOWAR	1570271087501	803,071	1,735
CHESEWEW BOYS SEC SCHOOL	EQUITY-KAPSOWAR	1570268837853	3,460	3,460
TUTURUNG ASSISTANT CHIEFS OFFICE	EQUITY-KAPSOWAR	1570271786430	51,193	5
MUNGWA PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264235144	20,680	20,680
KASOKOTOW PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570671755916	2,620	790
METIPSOO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570271743991	847	847

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SAMBIRIR COMMUNITY LIBRARY	EQUITY-KAPSOWAR	1570262393420	2,206	2,206
CHEBILIL CHIEFS OFFICE	EQUITY-KAPSOWAR	1570264218132	46,965	46,965
ENDUL ASSISTANT CHIEFS OFFICE	EQUITY-KAPSOWAR	1570262680253	2,012	
KAMOGO CHIEFS OFFICE	EQUITY-KAPSOWAR	1570273274188	24,690	24,690
MURKUTWA AP CAMP	EQUITY-KAPSOWAR	1570271087501	803,071	1,735
MARAKWET EAST SUB-COUNTY HEADQUARTERS	EQUITY-KAPSOWAR	1570271246110	6,123	6,123
MATUM PRIMARY SCHOOL	EQUITY KAPSOWAR	1570263932649	1,100	701,730
KAPTOBENDO PRIMARY SCHOOL	EQUITY KAPSOWAR	1570263777724	19,427	650
KAPKOBIL AP CAMP	EQUITY KAPSOWAR	1570277415487	2,370	2,240
WEWO PRIMARY SCHOOL	EQUITY KAPSOWAR	1570277270019	2	2,370
ST. MICHAEL PRIMARY SCHOOL	EQUITY KAPSOWAR	1570277501517	1,600	2
TOROKO PRIMARY SCHOOL	EQUITY KAPSOWAR	1570277359824	867	1,600
KAMELEI AP CAMP	EQUITY KAPSOWAR	1570279189656	3,950	1,360,087
CHEPKOG PRIMARY SCHOOL	EQUITY KAPSOWAR	1570264325860	192,625	805
NGENYIREEL PRIMARY SCHOOL	EQUITY KAPSOWAR	1570264026694	604,142	4,000,685
CHESEWEW SEC. SCHOOL	EQUITY KAPSOWAR	1570268837853	3,460	3,460
KESSOM ASSISTANT CHIEFS OFF	EQUITY KAPSOWAR	1570279317449	5,830	-
KOROU ASS. CHIEFS OFFICE	EQUITY KAPSOWAR	1570279871501	584,093	-
KABEN CHIEFS OFFICE	EQUITY KAPSOWAR	1570270615625	2,240	2,240
MARICH ASS. CHIEFS OFFICE	EQUITY KAPSOWAR	1570280926097	998,975	-
CHESONGOCH ACC OOFICE	EQUITY KAPSOWAR	1570279240030	768	2,930,368
KIPCHUMWA AP CAMP	EQUITY KAPSOWAR	1570279557327	2,000,000	2,000,000
ST. MARYS KAPKUTO MIXED SEC.	EQUITY KAPSOWAR	1570279584396	143,054	5,783
TUTURUNG PRIMARY SCHOOL	EQUITY KAPSOWAR	1570279883754	1,189	1,103
KIPSIMBO PRIMARY SCHOOL	EQUITY KAPSOWAR	1570279346687	252,939	700,500
KIBIRIEM CHIEFS OFFICE	EQUITY KAPSOWAR	1570279871576	45	0
MURKUTWO SECURITY CAMP	EQUITY KAPSOWAR	1570271087501	803,071	999,937
TOT ACC OFFICE	EQUITY KAPSOWAR	1570280216268	1,078	700,500
WEWO PRIMARY SCHOOL	KCB-KAPSOWAR	1135343012	104.00	716,284
MARON PRIMARY SCHOOL	KCB-KAPSOWAR	1135282293	53,036.10	2,228
KAMOGO PRIMARY SCHOOL	KCB-KAPSOWAR	1130448673	1,440.50	201,441
MKENO PRIMARY SCHOOL	KCB-KAPSOWAR	1135120455	13,008.90	1,502,346
KAPKENY PRIMARY SCHOOL	KCB-KAPSOWAR	1136920218	-	-
RATIA PRIMARY SCHOOL	KCB-KAPSOWAR	1148065253	1,927.00	1,927
KILANGATA PRIMARY SCHOOL	KCB-KAPSOWAR	1106926781	201,765.50	201,966
KAPSICHA PRIMARY SCHOOL	KCB-KAPSOWAR	1150322349	2,107.50	2,108
KOISABUL PRIMARY SCHOOL	KCB-KAPSOWAR	1136801111	2,100.65	2,101

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		1169983677	5,604	5,604
LUKUGET PRIMARY SCHOOL	KCB-KAPSOWAR	1136808582	-	-
ST PETERS KORION PRIMARY SCHOOL	KCB-KAPSOWAR	1135075603	-	-
KAPTORA PRIMARY SCHOOL	KCB-KAPSOWAR	1113957042	4,328.40	353
MOKWONY PRIMARY SCHOOL	KCB-KAPSOWAR	1135150052	212,080.50	15,128
KAPTOBENDO PRIMARY SCHOOL	KCB-KAPSOWAR	1111075972	-	-
KAMASIA PRIMARY SCHOOL	KCB-KAPSOWAR	1113957042	4,328.40	4,328
KAPCHELAGA PRIMARY SCHOOL	KCB-KAPSOWAR	1137196505	994,323.00	1,801,122
KAPCHOGE PRIMARY SCHOOL	KCB-KAPSOWAR	1103111817	19,319.65	1,109
TEBE PRIMARY SCHOOL	KCB-KAPSOWAR	1135612331	539,584.70	16,987
TANGUL PRIMARY SCHOOL	KCB-KAPSOWAR	1131575555	70,706.50	2,508
KAMELEI PRIMARY SCHOOL	KCB-KAPSOWAR	1103110896	7,717.45	7,402
KAPERO PRIMARY SCHOOL	KCB-KAPSOWAR	1125897643	12,319.20	144
TENDERWA PRIMARY SCHOOL	KCB-KAPSOWAR	1135369011	27.90	278
KAPCHEMURKELDET PRIMARY SCHOOL	KCB-KAPSOWAR	1137061073	6,072.00	98,399
KARARIA PRIMARY SCHOOL	KCB-KAPSOWAR	1137009896	-	-
KABIEGO PRIMARY SCHOOL	KCB-KAPSOWAR	1169491650	1,175.45	1,175
KIMUREN PRIMARY SCHOOL	KCB-KAPSOWAR	1147892253	44,600.50	3,001,129
MAINA PRIMARY SCHOOL	KCB-KAPSOWAR	1180097815	12,290.50	12,291
KUMBULUL PRIMARY SCHOOL	KCB-KAPSOWAR	1130965198	1,059.00	1,059
KONOT PRIMARY SCHOOL	KCB-KAPSOWAR	1258455579	5,002.00	820
CHESONGOCH SMALL HOME	KCB-KAPSOWAR	1138718556	329.80	31,196
TOT PRIMARY SCHOOL	KCB-KAPSOWAR	1103110063	924.60	2,001
CHESAWACH PRIMARY SCHOOL	KCB-KAPSOWAR	1131308190	1,794.00	1,001,570
LITER PRIMARY SCHOOL	KCB-KAPSOWAR	1102608777	4,778.55	4,187
KABALDAMET PRIMARY SCHOOL	KCB-KAPSOWAR	1178117979	36,312.00	1,710
BARBERI PRIMARY SCHOOL	KCB-KAPSOWAR	1167891481	76,756.00	1,882
KIMONGO PRIMARY SCHOOL	KCB-KAPSOWAR	1141356035	-	5,123
EMBOMIR PRIMARY SCHOOL	KCB-KAPSOWAR	1136751890	-	-
KIPYEBO PRIMARY SCHOOL	KCB-KAPSOWAR	1130465470	3,408.10	3,912
MOGIL DAY SECONDARY SCHOOL	KCB-KAPSOWAR	1103039156	706.90	833
KAPTICH GIRLS SECONDARY SCHOOL	KCB-KAPSOWAR	1133716342	62,921.50	432,946
LITER SEOCNDARY SCHOOL	KCB-KAPSOWAR	1135436606	499,820.00	63
KIPKANER DAY SECONDARY SCHOOL	KCB-KAPSOWAR	1103113259		239,648
			5,052	-
SAMBIRIR GIRLS SECONDARY SCHOOL	KCB-KAPSOWAR	1137266678	5,032,577.50	3,317,050

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HESEWEW BOYS SECONDARY SCHOOL	KCB-KAPSOWAR	1106940350	30,000.00	-
QUEEN OF PEACE SECONDARY SCHOOL	KCB-KAPSOWAR	1135794677	-	-
ST MICHAEL SECONDARY SCHOOL	KCB-KAPSOWAR	1135257183	565.40	250,268
ST PAULS KAPKONDOT SEC SCH	KCB-KAPSOWAR	1125069430	1,703.00	2,014,532
KAPCHEBAU SEC SCH	KCB-KAPSOWAR	1158544421	182,441.50	3,013,193
SAMBIRIR BOYS SEC SCH	KCB-KAPSOWAR	1127490167	-	-
KAPYEGO POLICE STATION	KCB-KAPSOWAR	1147835837	-	-
MOKORO CHIEFS OFFICE	KCB-KAPSOWAR	1137960884	-	4,484
KIPTUMBUR CHIEFS OFFICE	KCB-KAPSOWAR	1137052724	-	-
TENDERWA CHIEFS OFFICE	KCB-KAPSOWAR	1179550374	1,526.00	1,526
CHEPTOBOT CHIEFS OFFICE	KCB-KAPSOWAR	1179478711	35,124.70	17,400
KATILIT PRIMARY SCHOOL	KCB-KAPSOWAR	1135191689	27,518	700,576
CHEPTOBOT PRIMARY SCHOOL	KCB-KAPSOWAR	1137335157	-	17,400
CHEPTOBOT PRIMARY SCHOOL		1183902352	39,991	601,022
CHECHAN PRIMARY SCHOOL	KCB KAPSOWAR	1198782641	24,393	24,393
CHESETAN PRIMARY SCHOOL	KCB KAPSOWAR	1198683414	160,260	160,260
KABETWA PRIMARY SCHOOL	KCB KAPSOWAR	1130959112	14,986	4,174
KREEL PRI SCH	KCB KAPSOWAR	1180368845	-	56,260
KERBUT PRI SCH	KCB KAPSOWAR	1149202122	80,883	1,509
KIMITEL PRI SCH	KCB KAPSOWAR	1136434178	9,236	171,720
TOBONGON PRI SCH	KCB KAPSOWAR	1136788492	-	-
BOROKO PRIMARY SCHOOL	KCB KAPSOWAR	1136778918	907	702,234
KALYA PRIMARY SCHOOL	KCB KAPSOWAR	1205071318	156,714	1,225,624
KAPKAIN PRIMARY SCHOOL	KCB KAPSOWAR	1136944087	2,392	2,392
CHUGOR PRIMARY SCHOOL	KCB KAPSOWAR	1137160551	596,885	325
CHESOI PRIMARY SCHOOL	KCB KAPSOWAR	1103113178	-	6,339
ENDIWA PRIMARY SCHOOL	KCB KAPSOWAR	1153760347	259,408	66,754
MOGIL PRIMARY SCHOOL	KCB KAPSOWAR	1136922784	-	267
TIRAP PRIMARY SCHOOL	KCB KAPSOWAR	1214152937	320,159	20,359
CHEMWOROR PRIMARY SCHOOL	KCB KAPSOWAR	1148682791	52,283	1,859
SAMBIRIR CHIEF'S OFFICE	KCB KAPSOWAR	1200787153	-	1,110
CHEBILIL CHIEFS OFFICE	KCB KAPSOWAR	1135319650	1,022	398
KETUT CHIEFS OFFICE	KCB KAPSOWAR	1135319650	-	-
ENDUL ASSISTANT CHIEFS OFFICE	KCB KAPSOWAR	1151454486	-	-
MEUNO PRIMARY SCHOOL	KCB KAPSOWAR	1106939050	1,501,306	1,432
LAGAM COMMUNITY LIBRARY	KCB KAPSOWAR	1135690286	109,625	-
MOROR PRIMARY SCHOOL	KCB KAPSOWAR	181040809	-	-

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TOT DAY SEC. SCHOOL	KCB KAPSOWAR	111613451	-	3,680
CHESONGOCH PRY SCHOOL	KCB KAPSOWAR	1131341473	614,564	6,528
MURETO PRY SCHOOL	KCB KAPSOWAR	1149668245	1,059	702,054
SAMBALAT PRIMARY	KCB KAPSOWAR	1274517354	8,111	665,584
CHEBILIL PRIMARY SCHOOL	KCB KAPSOWAR	1135319650	1,022	398
KERIO VALLEY SEC. SCHOOL	KCB KAPSOWAR	1275236340	3,205,669	5,400,000
KAMASIA SECH. SCHOOL	KCB KAPSOWAR	1135055750	465	2,001,718
WEWO ASS. CHIEFS OFFICE	KCB KAPSOWAR	1258455579	5,002	520,763
LUKUGET SEC. SCHOOL	KCB KAPSOWAR	1183574436	41,945	1,506,803
TUTURUNG PRIMARY SCHOOL	KCB KAPSOWAR	1131693140	2,569	7,835
KOIBIRIR CHIEFS OFFICE	KCB KAPSOWAR	1258454580	705,171	280,947
TOT POLICE STATION	KCB KAPSOWAR	1271726106	130	-
KAMOGO MIXED SECONDARY	KCB KAPSOWAR	1283508621	43,009	-
Total			17,511,782	48,941,281

Marakwet East Constituency

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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)
2019-2020-1-01-0147-09-03-01	Project Management Committee Account Balances Note 17.4 to the financial statements reflect project management committee account balances of Kshs. 48,191,333 as at 30 June 2020. However, cash books, bank confirmation certificates and bank reconciliation statements from the project management committees were not provided for audit review. In the circumstance, the validity, accuracy, completeness and existence of project management committee account balances figure of Kshs. 48,191,333 as at 30 June 2020 could not be ascertained.	PMC cashbooks, bank statements, bank certificates from respective banks and expenditure returns were availed to the auditor for verification.	Not solved	30-06-2021
2019-2020-1-01-0147-09-08-02	Summary of Fixed Assets Register Annex 4 to the financial statements reflects total assets worth Kshs. 26,358,058. However, the fixed assets register was not availed for audit verification. Consequently, the accuracy and completeness of the assets figure of Kshs. 26,358,058 for the year ended 30 June 2020 could not be confirmed and the nature, number, physical location and fair value of its assets was not confirmed	Updated fixed asset register availed to the auditor for physical verification	Not solved	31-12-2021

