

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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NATIONAL ASSEMBLY	
DATE: 22 NOV 2022	DAY: Tuesday
TYPED BY: LOM	
CLERK AT THE TABLE: Lemona	

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
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ON

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

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



TURKANA EAST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

*Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
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
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

Functions of NG-CDF Committee

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

(b) Key Management

The Turkana 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	Kwena Stephen
2.	Sub-County Accountant	Mike Odhiambo
3.	Chairman NGCDFC	Michael Etubon Aparo
4.	Member NGCDFC	Everlyne Ekaudu

(d) Fiduciary Oversight Arrangements

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

LOKORI MARKET
NEXT TO THE DCC OFFICES

(f) Turkana East Constituency NGCDF Contacts

Telephone: (254) 794582532
E-mail: ngcdfturkanaeast@ngcdf.go.ke
Website: www.go.ke

(g) Turkana East Constituency NGCDF Bankers

Kenya commercial Bank (specify the constituency account banker details)
Lodwar Branch
P.o Box 135-30500
Lodwar

(h) Independent Auditors

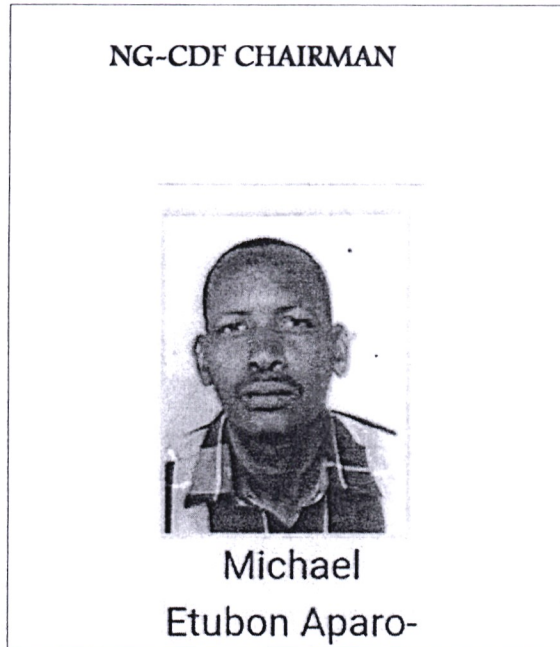
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT

Include among others the following:



Turkana East Constituency had a final budget for the year ended 30 June 2021 amounting to Kshs.209,224,333 comprising of approved budget for the F/Y 2020/21 amounting to Kshs 137,088,879.31, Kshs 71,913,454 for F/Y 2019/20120 and AIE of kes 268,000 . The constituency had received Kshs 164,135,454 during the year. from the board representing 78% of the allocation in the year, Which the Management used to construct 26classrooms and equipping with 2600 desks for primary schools, Constructed 3 fences for the primary and 1 kitchen and Store and 1 school administration office.1 police station and fencing A GSU camp, Acquired 2 school buses for secondary schools equipping 1 library with furniture and Beds and chairs.

The actual budget of the year was 78% for the funds that were received, however the overall performance was 64% was utilized , 52% of the funds received went into constructing classrooms and equipping with desks , representing our commitment to have more classrooms for

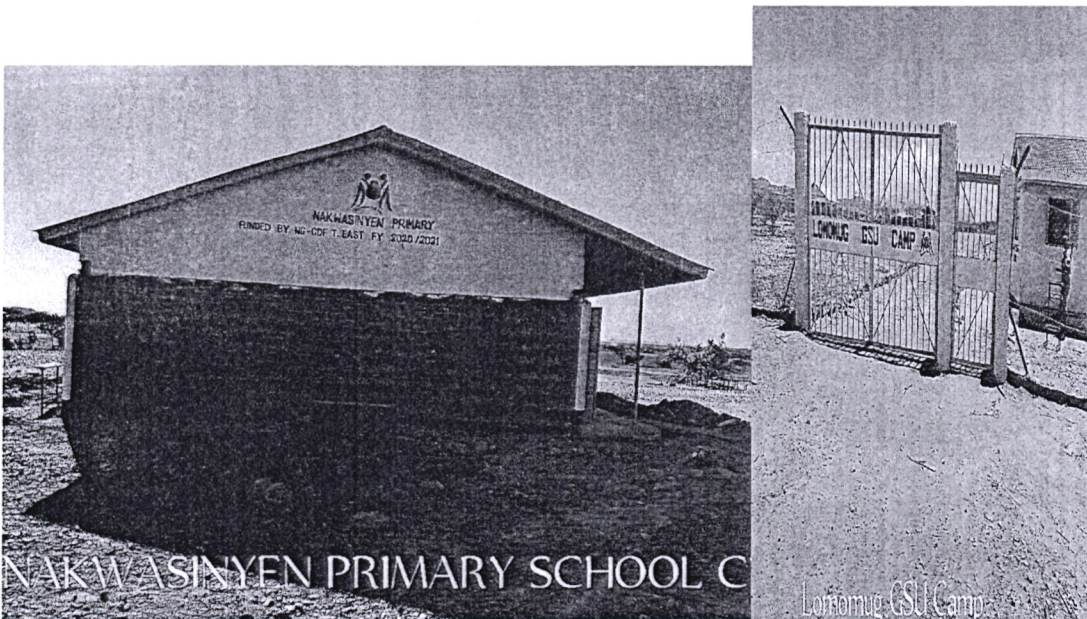
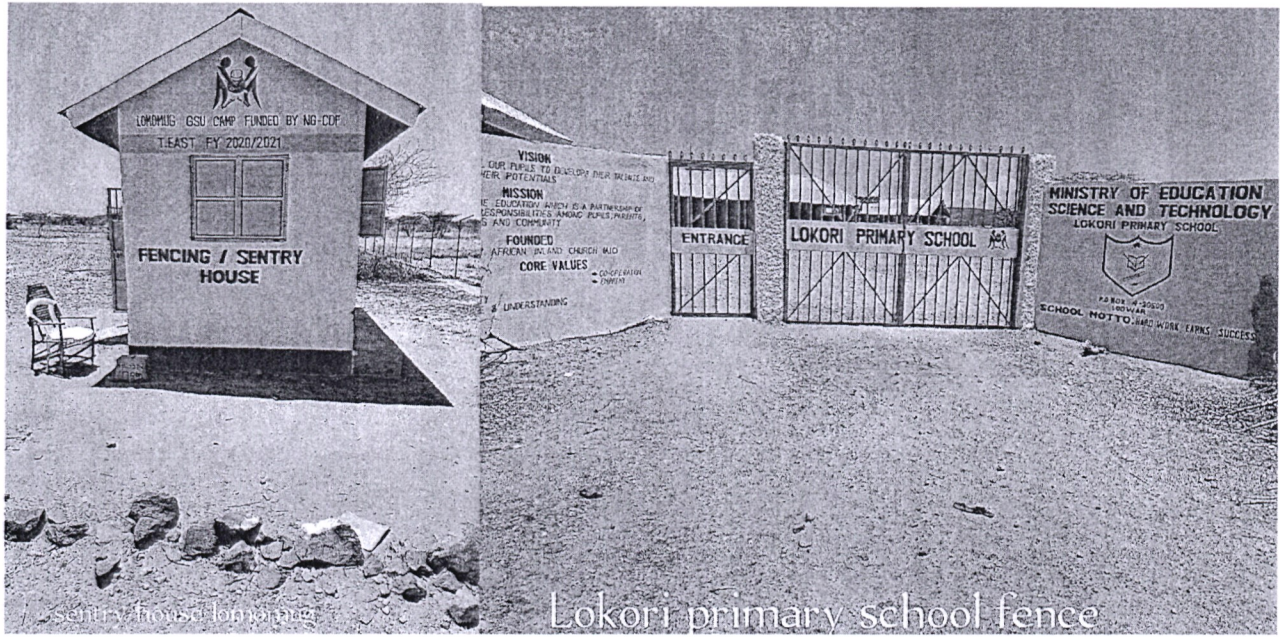
the pupils especially this time of COVID19 Pandemic On bursary a little was done due to our priorities that before we pay school fees enough facilities should be in place. .Security has been an issue a modern police station was constructed 9% of the funds received.

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

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
PAYMENTS							
Compensation of Employees	4,610,838.00	-	4,143,393.00	12,371,485.75	7,836,012.00	4,130,587	63.34
Use of goods and services	7,731,301.12	-	566,457.00	4,680,503.37	2,926,502.62	2,198,668	62.53
Transfers to Other Government Units	84,200,000.00	-	60,046,000.00	144,292,000.00	95,000,000.00	28,700,000	65.84
Other grants and transfers	40,046,740.19	46,000.00	6,957,604.14	47,004,344.33	27,157,603.38	39,892,740	57.78
Acquisition of Assets	500,000.00		200,000.00	700,000.00	606,070.00	508,150	86.58
Other payments	-	-	-	-	-		0.26
UNALLOCATED FUND	-	268,000.00	-	268,000.00	-	268,000.00	-
TOTAL	137,088,879.31	268,000.00	71,913,454.14	209,270,333.45	133,526,188.00	75,698,145	64

Our biggest challenge has been the untimely finishing of projects that are in areas that are prone frequent attacks from the neighboring communities, fresh water for construction has also been sited as an area of concern causing cracks in the houses due to little or no proper treatment during construction





Signature

Michael Etubon Aparo

CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

The key development objectives of *Turkana East Constituency 2018-2022* plan are to:

Strategic Area One: Education

Objective: Improving access to quality education

Initiative: Expansion of schools through rehabilitation, Renovation and construction of classrooms in various primary school and secondary schools in the constituency

Initiative: To improve on retention rates of students in secondary schools through bursary to assist needy students

Strategic Area Two: Environment

Objective: Promoting environment in Turkana East through reducing open defecation

Strategic Area Three: Security

Objective: Enhancing security in the constituency by equipping DCCs ACCs Chiefs/Sub chiefs offices police /AP housing units

Strategic Area Four: Youths and Sports

Objective: Harnessing youth talent by funding youth sporting initiatives

Initiative: creating awareness on the establishment of youth groups and seeking development and promoting youth talent.

Strategic Area Five: Tracking results and institutional results

Objective: improving the tracking of implementation NG-CDF programs

Through monitoring and evaluations of ongoing projects , capacity building of various operatives

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:

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels 	<p>Number of classrooms in primary school increased from 82 to 107 With 1250 Desks</p> <p>Number of laboratories remained at 1 to 1 in secondary schools</p> <p>Number of dormitories increased from 3 to 5 in secondary school</p> <p>Number of administration blocks remained at 3</p> <p>Number of Libraries remained at 1</p> <p>Bursary to secondary schools Tertiary and Universities were highly competitive due increased enrolments</p>
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	<p>Number of renovated Police houses was 1</p> <p>Number of Armories constructed 5</p> <p>Number of police camps constructed increased from 6 to 7</p>
Environment	Improve sanitation in the schools and the general public	Open defecation in schools is reduced to help reduce cholera outbreak	No of Toilets constructed	Improve sanitation in the schools and the general public
Sports	Empower and develop youth and special groups to	Reduced dependence and spur economic growth through Sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme remained at 28
Emergency	Respond to urgent issues in the constituency			

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

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

- *Due to the pandemic Covid 19 all activities or most the activities were halted*
- *One police station has been constructed .*
- *Due to COVID 19 no Sports activities took place*
- *NG-CDF staff Have hava planted trees as models for the schools*

3. Employee welfare

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

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

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-

Turkana 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-

Turkana 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.

Public Awareness

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

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

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

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

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

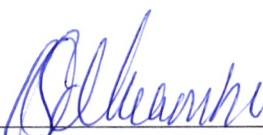
The Accounting Officer in charge of the NGCDF Turkana East Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF-Turkana East Constituency financial statements were approved and signed by the Accounting Officer on _____ 2021.



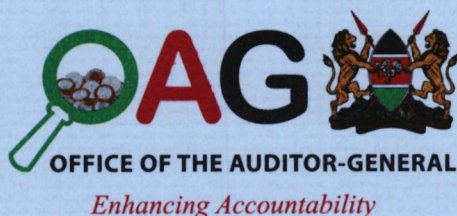
Chairman NGCDF Committee
Name: Michael Aparo



Fund Account Manager
Name: Kwena Stephen

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - TURKANA 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, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and overall governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the overall 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 control, risk management and overall governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Turkana East Constituency set out on

pages 15 to 51, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation or the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the statement of assets and liabilities of National Government Constituencies Development Fund - Turkana East Constituency as at 30 June, 2021, and of its receipts and payments and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Statement of Cash Flow

The statement of receipts and payments reflects an amount of Kshs.22,657,603 and Kshs.133,526,188 under other grants and transfers and total payments respectively. However, the cash flow statement reflects an expenditure of Kshs.22,649,603 and Kshs.131,334,338 for other grants and transfers and total payments resulting to an understatement of Kshs.8,000 and Kshs.2,191,850 respectively. Further, the increase in accounts payables of Kshs.641,518 has not been disclosed in the notes to the financial statements.

In the circumstances the accuracy of the statement of cash flow could not be confirmed.

2. Unsupported Payments

The statement of receipts and payments reflects use of goods and services amounting to Kshs.7,026,986 and as disclosed in Note 5 to the financial statements. The expenditure includes committee expenses totaling Kshs.2,788,550 and committee allowances of Kshs.554,000 which were not supported by minutes, monitoring and evaluation report, approved work plan, procurement plan and an approved budget.

In the circumstances, the validity, accuracy and completeness of expenditure totalling Kshs.3,342,550 could not be confirmed.

3. Unsupported Grants and Transfers – Secondary and Tertiary Institutions

The statement of receipts and payments reflects an expenditure of Kshs.22,657,603 as other grants and transfers and as disclosed in Note 7 to the financial statements. The expenditure includes Kshs.489,878 and Kshs.1,169,484 totalling to Kshs.1,659,362 transferred to secondary schools and tertiary institutions respectively. However,

Management did not provide evidence to show how vetting, identification and categorization of needy students was done by the bursary sub-committee.

In the circumstance, the accuracy and completeness of bursary payments amounting to Kshs.1,659,362 could not be confirmed.

4. Unsupported Transfers to Secondary Schools

The statement of receipts and payments reflects transfers to other Government Units amount of Kshs.98,000,000 which as disclosed in Note 6 of the financial statements includes transfers to secondary schools amount of Kshs.26,500,000. Review of records relating to this expenditure revealed that Kshs.11,500,000 which was disbursed to various schools was not supported. Further, verification of an expenditure amounting to Kshs.2,000,000 disbursed to furnish a school with ten (10) book shelves, two hundred (200) chairs and twenty-five (25) large reading tables revealed that the school library had three (3) book shelves, fifteen (15) reading tables and fifty (50) chairs. No explanation was provided to support the variance for the furniture that was supplied to the school.

In the circumstances, the accuracy and validity of Kshs.26,500,000 transferred to schools could not be confirmed.

5. Unsupported Project Management Committee (PMC) Account Balances

Note 17.4 to the financial statements reflects PMC bank account balances of Kshs.12,015,388 and as reflected under Annex 5 to the financial statements in respect to thirty-four (34) bank accounts held at a local bank. However, bank reconciliation statements and certificates of bank balance were not provided for audit review.

In the circumstances, the accuracy, validity, existence, and completeness of the PMC bank balance could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Turkana 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 reflects final receipts budget and actual on comparable basis of Kshs.209,224,334 and Kshs.164,135,454 respectively resulting to an under-funding of Kshs.45,088,880 or 22% of the budget. Similarly, the Fund expended Kshs.133,526,188 against an approved budget of Kshs.209,224,334 resulting to an under-expenditure of Kshs. 75,698,146 or 36% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved some of the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

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 Public Sector accounting Standards Board (PSASB) Requirements on Disclosure

The presentation of the financial statements does not comply with the financial reporting template issued by the PSASB as detailed below:

- (i) The sub-county accountant did not indicate his Institute of Certified Public Accountant of Kenya registration number.
- (ii) The statement of Management responsibilities on page 13 of the financial statement does not indicate when the financial statements were approved. Further information on pages 37 is repeated on page 38.
- (iii) The statement of assets and liabilities erroneously reflects incorrect financial years.

2. Late Disbursements of Funds

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Kshs.161,367,724, which includes Kshs.69,367,724 and Kshs.92,000,000 for the financial years 2019/2020 and 2020/2021 respectively. The late disbursement of funds for the 2019/2020 financial year may have affected the planned activities of the Fund

Late disbursement of funds is contrary to Section 16(a) of the National Government Constituency Development Fund Act, 2015 which requires the board to ensure timely and efficient disbursement of funds to every constituency.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or 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 Fund 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of

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


Because of its inherent limitations, internal 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 Fund's policies and procedures may deteriorate.

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

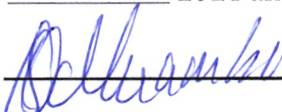
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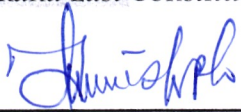
09 September, 2022


VII. STATEMENT OF RECEIPTS AND PAYMENTS AS AT 30TH JUNE 2021

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	68,000,000
Proceeds from Sale of Assets	2	150,000	0
Other Receipts	3	72,000	46,000
TOTAL RECEIPTS		161,589,724	68,046,000
PAYMENTS			
Compensation of employees	4	3,649,749	2,499,725
Use of goods and services	5	7,026,986	7,609,565
Transfers to Other Government Units	6	98,000,000	56,734,115
Other grants and transfers	7	22,657,603	54,276,101
Acquisition of Assets	8	2,191,850	2,900,000
Other Payments	9	0	0
TOTAL PAYMENTS		133,526,188	124,019,506
SURPLUS/(DEFICIT)		28,063,536	(55,976,506)

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


 Fund Account Manager
 Name: Kwena Stephen

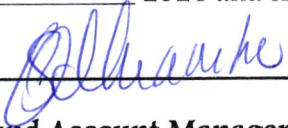

 National Sub-County
 Accountant
 Name: Mike Odhiambo
 ICPAK M/No:


 Chairman NG-CDF Committee
 Name: Michael Aparo

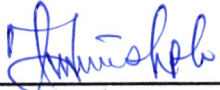
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2021

	Note	2019-2020	2018-2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	31,250,784	2,545,730
Cash Balances (cash at hand)	10B	0	0
Total Cash and Cash Equivalents		31,250,784	2,545,730
Accounts Receivable			
Outstanding Imprests	11	0	0
TOTAL FINANCIAL ASSETS		31,250,784	2,545,730
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	0	0
Gratuity	12B	641,518	0
TOTAL FINANCIAL LIABILITES		(641,518)	0
NET FINANCIAL ASSETS		30,609,266	2,545,730
REPRESENTED BY			
Fund balance b/fwd	13	2,545,730	58,519,236
Prior year adjustments	14	0	0
Surplus/Deficit for the year		28,063,536	(55.973,506)
NET FINANCIAL POSITION		30,609,266	2,545,730


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



Fund Account Manager
Name: Kwena Stephen



National Sub-County
Accountant
Name: Mike Odhiambo
ICPAK M/No:



Chairman NG-CDF Committee
Name: Michael Aparo

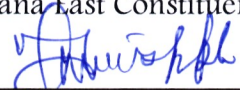
*Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*


IX. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	68,000,000
Other Receipts sale of assets	2		
Other Receipts sale of tender Documents	3	<u>72,000</u>	<u>46,000</u>
Total receipts		161,439,724	68,046,000
Payments for operating activities			
Compensation of Employees	4	3,649,749	2,499,725
Use of goods and services	5	7,026,986	7,609,565
Transfers to Other Government Units	6	98,000,000	56,734,115
Other grants and transfers	7	22,649,603	54,276,101
Other Payments	9	0	
Total payments		131,334,338	121,119,506
Total Receipts Less Total Payments			
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	0	0
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	641,518	0
Prior year adjustments	14		
Net cash flow from operating activities		30,255,386	(53,073,506)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	150,000	
Acquisition of Assets	8	2,191,850	2,900,000
Net cash flows from Investing Activities		(2,041,850)	(2,900,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		28,705,054	(55,973,506)
Cash and cash equivalent at BEGINNING of the year	10	2,545,730	58,519,236
Cash and cash equivalent at END of the year		<u>31,250,784</u>	<u>2,545.730</u>

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


Fund Account Manager
Name: Kwena Stephen


National Sub-County
Accountant: Mike Odhiambo
Name:
ICPAK M/No:


Chairman NG-CDF Committee
Name: Michael Aparo

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

X. SUMMARY STATEMENT OF APPROPRIATION

Receipts/Payments	Original Budget a	Adjustments b		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization f=d/c %
	2020/2021	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021		
RECEIPTS							
Transfers from NGCDF Board	137,088,879	2,545,730	69,367,724	209,002,334	163,913,454	45,088,879	78.4%
Proceeds from Sale of Assets		150,000		150,000	150,000	-	0.0%
Other Receipts		72,000		72,000	72,000	-	100.0%
TOTALS	137,088,879	2,767,730	69,367,724	209,224,334	164,135,454	45,088,879	78.4%
PAYMENTS							
Compensation of Employees	4,610,838	1,169,498	2,000,000	7,780,336	3,649,749	4,130,587	46.9%
Use of goods and services	7,731,301	1,284,232	210,120	9,225,653	7,026,986	2,198,667	76.2%
Transfers to Other Government Units	75,700,000	-	51,000,000	126,700,000	98,000,000	28,700,000	77.3%
Other grants and transfers	48,546,740	46,000	13,957,604	62,550,344	22,657,603	39,892,741	36.2%
Acquisition of Assets	500,000	-	2,200,000	2,700,000	2,191,850	508,150	81.2%
Other Payments	-	-	-	-	-	-	#DIV/0!
AIA	-	268,000	-	268,000	-	268,000	0.0%
Funds pending approval**							
TOTALS	137,088,879	2,767,730	69,367,724	209,224,334	133,526,188	75,698,145	63.9%

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


There was Kshs 268,000 (AIA) [For the revenue from sale of tender Documents and sale of obsolete assets]

(b) Most of the underperformances are due to delayed disbursements to the constituency


(c) The funds that had been received were directed to projects hence item like bursary was delayed

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	75,698,145
Less undisbursed funds receivable from the Board as at 30 th June 2021	(45,088,879)
	30,609,266
Add Accounts payable	641,518
Less Accounts Receivable	
Add/Less Prior Year Adjustments	
Cash and Cash Equivalents at the end of the FY 2020/2021	31,250,784


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



Fund Account Manager
Name: Kwena Stephen



**National Sub-County
Accountant**
Name: Mike Odhiambo
ICPAK M/No:



Chairman NG-CDF Committee
Name: Michael Aparo

**National Government Constituencies Development Fund (NGCDF)
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 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
	2020/2021	Kshs	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent							
1.1 Compensation of employees	2,568,912		730,658	1,000,000	4,299,570	3,136,158	1,163,412
1.2 Committee allowances	1,040,000			-	1,040,000	1,040,000	-
1.3 Use of goods and services	2,577,255		717,775	210,120	3,505,150	3,060,483	444,667
1.4 NSSF Deductions	259,200		129,600		388,800	302,400	86,400
1.5 NHIF Deductions	190,000			-	190,000	90,000	100,000
1.6 Gratuity	1,592,726		309,240	1,000,000	2,901,966	121,191	2,780,775
Sub-Total	8,228,093		1,887,273	2,210,120	12,325,486	7,750,232	4,575,254
2.0 Monitoring and evaluation							
2.1 Capacity building	2,000,000				2,000,000	1,292,100	707,900
2.2 Committee allowances					-	502,278	(502,278)
2.3 Use of goods and services	2,114,046		566,457		2,680,503	1,132,125	1,548,378
Sub-Total	4,114,046		566,457	-	4,680,503	2,926,503	1,754,001
3.0 Emergency							
3.1 Primary Schools					600,000	600,000	-
3.2 Secondary schools					-	-	
3.3 Tertiary institutions					-	-	
3.4 Security projects					1,200,000	1,200,000	-
3.5 Unutilised	7,192,207				5,392,206	1,800,000	3,592,206
Total	7,192,207			-	7,192,206	1,800,000	5,392,206
4.0 Bursary and Social Security							

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.1 Primary Schools			-			
4.2 Secondary Schools	14,000,000		1,128,081	15,128,081	1,169,484	13,958,597
4.3 Tertiary Institutions and Universities	14,311,836		131,282	14,443,117	489,878	13,953,239
4.5 Social Security	1,800,000			1,800,000		1,800,000
Sub-Total	30,111,836	-	1,259,363	31,371,198	1,659,362	29,711,836
5.0 Sports						
5.1	2,742,698			2,742,698	-	2,742,698
Sub-Total	2,742,698	-	-	2,742,698	-	2,742,698
6.0 Environment						
6.1 Nakwasinyon primary school			500,000	500,000	500,000	-
6.2 Elelea primary school			500,000	500,000	500,000	-
6.3 Kauruko Primary school			500,000	500,000	500,000	-
6.4 Nadotoprimary school			500,000	500,000	500,000	-
6.5 Kapedo secondary school	500,000		-	500,000	500,000	-
6.6 Nakukulas primary school	500,000		-	500,000	500,000	-
6.7 Kapedo mixed primary school	500,000		-	500,000	500,000	-
6.8 Turkana east ng-cdf office		46,000		46,000		46,000
6.9 Rcea Young YU			698,241	698,241	698,241	-
Total	1,500,000	46,000	2,698,241	4,244,241	4,198,241	46,000
7.0 Primary Schools Projects (List all the Projects)						
7.1 Lokicheda Primary School			6,000,000.00	6,000,000.00	6,000,000.00	-
7.2 Lokwi Primary School			5,000,000	5,000,000	5,000,000	-
7.3 Emanman Primary School			3,000,000	3,000,000	3,000,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.4 AIC Lokwi Primary School			3,000,000	3,000,000	3,000,000	-
7.5 Lotiman Primary School			3,000,000	3,000,000	3,000,000	-
7.6 Nadoto Primary School			1,500,000	1,500,000	1,500,000	-
7.7 Kidewa primary School			1,500,000	1,500,000	1,500,000	-
7.8 Kamuge Primary School			1,500,000	1,500,000	1,500,000	-
7.9 Lopeduru Primary School			3,000,000	3,000,000	3,000,000	-
7.10 Silale Primary School			1,500,000	1,500,000	1,500,000	-
7.11 Napeitom Primary School			2,000,000	2,000,000	2,000,000	-
7.12 Echoke Primary School			1,500,000	1,500,000	1,500,000	-
7.13 Nayanakaton Primary School			1,500,000	1,500,000	1,500,000	-
7.14 Namalteny Primary School			1,500,000	1,500,000	1,500,000	-
7.15 Lomunyenakwan Primary School			1,500,000	1,500,000	1,500,000	-
7.15 Kaaruko Primary School			1,500,000	1,500,000	1,500,000	-
7.16 Nakatongwa Primary School			1,500,000	1,500,000	1,500,000	-
7.17 Katlia primary school	7,500,000			7,500,000		7,500,000
7.18 Lokori mixed primary school	5,000,000			5,000,000	5,000,000	-
7.19 Lokosimekori primary school	3,000,000			3,000,000		3,000,000
7.20 Katamanak primary school	1,500,000			1,500,000	1,500,000	-
7.21 Huruma primary school	1,500,000			1,500,000	1,500,000	-
7.22 Kadam primary school	1,500,000			1,500,000	1,500,000	-
7.23 Kepelor primary school	1,500,000			1,500,000		1,500,000
7.24 Silale primary school	1,500,000			1,500,000	1,500,000	-
7.25 Lokorkor primary school	2,000,000			2,000,000	2,000,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.26 Lotubae primary school	1,500,000			1,500,000	1,500,000	-
7.27 Lopii primary school	1,500,000			1,500,000	1,500,000	-
7.28 Kangitit primary school	1,500,000			1,500,000	1,500,000	1,500,000
7.29 Nakwasinyon primary school	1,500,000			1,500,000	1,500,000	-
7.30 Lokamusio primary school	1,500,000			1,500,000	1,500,000	-
7.31 Kidewa primary school	1,500,000			1,500,000	1,500,000	1,500,000
7.32 Lomunyenakwan primary school	1,500,000			1,500,000	1,500,000	1,500,000
7.33 Nayanakaton primary school	1,500,000			1,500,000	1,500,000.00	1,500,000.00
7.34 Echoke primary school	2,000,000			2,000,000	2,000,000	-
7.35 Lomelo primary	1,500,000			1,500,000	1,500,000	-
7.36 Kapedo mixed boarding primary	4,000,000			4,000,000	4,000,000	4,000,000
7.37 Lokicheda primary school	500,000.00			500,000	500,000	500,000
7.38 Lopii Primary school	200,000.00			200,000	200,000	200,000
Sub-Total	45,200,000		40,000,000	85,200,000	59,500,000	25,700,000
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Ngamia One Secondary School			8,000,000	8,000,000	8,000,000	-
8.2 Katilia girls secondary school	7,500,000			7,500,000	7,500,000	-
8.3 Katilia girls secondary school	1,500,000			1,500,000	1,500,000	-
8.4 Lotubae girls secondary school	7,500,000			7,500,000	7,500,000	-
8.5 Kangitit boys secondary school	3,000,000			3,000,000	3,000,000	3,000,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.6 Kangitit girls secondary school	2,000,000			2,000,000	2,000,000	-
Sub-Total	21,500,000		8,000,000	29,500,000	26,500,000	3,000,000
9.0 Tertiary institutions Projects (List all the Projects)						
Turkana East Vocational College	9,000,000			9,000,000	9,000,000	-
Sub-Total	9,000,000			9,000,000	9,000,000	-
10.0 Security Projects						
10.1 Lokori Police Station			10,000,000	10,000,000	10,000,000	-
10.2 Lokwamosing police station	2,000,000			2,000,000		2,000,000
10.3 Lomomung gsu camp	5,000,000			5,000,000	5,000,000	-
Sub-Total	7,000,000		10,000,000	17,000,000	15,000,000	2,000,000
11.0 Acquisition of assets						
11.1 Motor Vehicles	500,000		200,000	700,000	606,070	93,930
Turkana East NGCDF Office			2,000,000	2,000,000	1,585,780	414,220
Total	500,000	-	2,200,000	700,000	2,191,850	508,150
12.0 Others						
13.0 unallocated fund		46,000		46,000		46,000
Unapproved projects						
AIA		222,000		222,000		222,000
PMC savings						
Total		268,000		268,000		268,000
Total	137,088,879	2,767,730	69,367,724	207,224,333	133,526,188	75,698,145

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

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Turkana 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.

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by 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 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 8th June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

*Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO :B096929	1	15,000,000	
AIE NO:B104684	2	20,000,000	
AIE NO: A823736	3	34,367,724	
AIE NO: B124680	4	9,000,000	
AIE NO: B119669	5	8,500,000	
AIE NO: B119708	6	13,000,000	
AIE NO: B128301	7	6,900,000	
AIE NO: B132355	8	6,000,000	
AIE NO: B132061	9	6,000,000	
AIE NO: B126024	10	13,000,000	
AIE NO: B126316	11	7,000,000	
AIE NO: B105111	12	10,600,000	
AIE NO: B140757	13	12,000,000	
AIE NO: B041231	1		4,000,000
AIE NO:B041237	2		18,000,000
AIE NO: B047673	3		5,000,000
AIE NO. B049193	4		6,000,000
AIE NO.B104168	5		14,000,000
AIE NO. B096506	6		21,000,000
TOTAL		161,376,724	68,000,000

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
	0	0
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	150,000	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
	0	0
Total	150,000	0

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	0	0
Hire of plant/equipment/facilities	0	0
Unutilized funds from PMCs	0	0
Other Receipts Not Classified Elsewhere(Sale of Tender Documents)	76,000	46,000
	0	0
Total	76,000	46,000

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,347,347	2,370,125
Personal allowances paid as part of salary	0	0
House Allowance	0	0
Transport Allowance	0	0
Leave allowance	0	0
Gratuity to contractual employees	0	0
Employer Contributions Compulsory national social security schemes	302,400	129,600
Total	3,649,749	2,499,725

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	317,300	633,840
Utilities, supplies and services	15,000	4,556
Communication, supplies and services	31,195	4,400
Domestic travel and subsistence	0	0
Office rent	0	160,000
Printing, advertising and information supplies & services	0	0
Rentals of produced assets	0	0
Training expenses	1,292,100	0
Hospitality supplies and services	0	0
Other Committee expenses	2,471,250	400,000
Committee allowances	554,000	222,000
Insurance Costs	420,167	0
Specialized materials and services	0	0
Fuel and oil and lubricants	717,850	1,529,258
Specialized materials and services	0	0
Office and general supplies and services	50,780	0
Other operating expenses	0	4,063,481
Routine maintenance – vehicles and other transport equipment	0	0
Bank service commission and charges	31,099	56,170
Routine maintenance – other assets	1,126,245	535,860
Total	7,026,986	7,609,565

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	59,500,000	10,595,122
Transfers to secondary schools (see attached list)	26,500,000	25,500,000
Transfers to tertiary institutions (see attached list)	12,000,000	20,638,993
TOTAL	98,000,000	56,734,115

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	489,878	25,931,672
Bursary – tertiary institutions (see attached list)	1,169,484	20,896,081
Bursary – special schools (see attached list)	0	0
Mock & CAT (see attached list)	0	0
Social Security programmes (NHIF)	0	0
Security projects (see attached list)	15,000,000	3,200,000
Sports projects (see attached list)	0	2,748,348
Environment projects (see attached list)	4,198,241	0
Emergency projects (see attached list)	1,800,000	1,500,000
Total	22,657,602	54,276,101

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	0	2,900,000
Purchase of Vehicles and Other Transport Equipment	0	0
Purchase of Bicycles & Motorcycles	606,070	0
Overhaul of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	1,160,000	0
Purchase of ICT Equipment, Software and Other ICT Assets	425,780	0
Purchase of Specialized Plant, Equipment and Machinery	0	0
Rehabilitation and Renovation of Plant, Machinery and Equip.	0	0
Acquisition of Land	0	0
Acquisition of Intangible Assets	0	0
Total	2,191,880	2,900,000

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	0	0
ICT Hub	0	0
	0	0

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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>Kenya Commercial Bank, Lodwar Branch . Turkana East NG-CDF A/C 1147030472 (Kes)</i>	31,250,784	2,545,730
<i>Name of Bank, Account No.</i>		
<i>Name of Bank, Account No.</i>		
Total	31,250,784	2,545,730
10B: CASH IN HAND		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>specify</i>)	0	0
	0	0
Total	0	0

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>	0	0	0
<i>Name of Officer</i>	<i>dd/mm/yy</i>	0	0	0
<i>Name of Officer</i>	<i>dd/mm/yy</i>	0	0	0
<i>Name of Officer</i>	<i>dd/mm/yy</i>	0	0	0
<i>Name of Officer</i>	<i>dd/mm/yy</i>	0	0	0
<i>Name of Officer</i>	<i>dd/mm/yy</i>	0	0	0
<i>Total</i>		0	0	0

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	0	0
Retention held during the year (B)	0	0
Retention paid during the Year (C)	0	0
Closing Retention as at 30 th June D= A+B-C	0	0

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	0	0
Gratuity held during the year (B)	762,709	0.00
Gratuity paid during the Year (C)	121,191	0.00
Closing Gratuity as at 30 th June D= A+B-C	641,518	0.00

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	2,545,730	58,519,236
Cash in hand		
Imprest		
Total	2,545,730	58,519,236

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	0	0	0
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others (<i>specify</i>)	0	0	0
TOTAL	0	0	0

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST*

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	0	0
Imprest issued during the year (B)	0	0
Imprest surrendered during the Year (C)	0	0
closing accounts in account receivables D= A+B-C	0	0

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
	0	0

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff		264,714.75
Others (<i>specify</i>)		
		264,714.75

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	1,349,812	3,359,499
Use of goods and services	2,198,668	2,450,346
Amounts due to other Government entities (see attached list)	28,700,000	57,361,007
Amounts due to other grants and other transfers (see attached list)	39,892,740	8,496,603
Acquisition of assets	508,150	200,000
Gratuity	2,780,775.00	719,456.76
unallocated	268,000	46,000
Funds pending approval	0.00	
	75,698,145	72,632,911

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
	0	0

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff		264,714.75
Others (<i>specify</i>)		
		264,714.75

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	1,349,812	3,359,499
Use of goods and services	2,198,668	2,450,346
Amounts due to other Government entities (see attached list)	28,700,000	57,361,007
Amounts due to other grants and other transfers (see attached list)	39,892,740	8,496,603
Acquisition of assets	508,150	200,000
Gratuity	2,780,775.00	719,456.76
unallocated	268,000	46,000
Funds pending approval	0.00	
	75,698,145	72,632,911

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	12,015,388.13	8,564,905
	12,015,388.13	8,564,905

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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. Ego Enterprises limited	114,760				
8. Amina Women Group	327,200				
9.					
Sub-Total	441,960				
Supply of services					
10. West Mark Motors	645,620				
11.					
12.					
Sub-Total	645,620				
Grand Total	1,087,580				

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees	Salaries and Gratuity	4,130,587		
Use of goods & services	Goods Services	2,198,668	4,156,178	
Amounts due to other Government entities				
Katlia primary school	Purchase of 52 seater Bus	7,500,000		Funds with the board
Lokosimekori primary school	Construction of 2 classrooms with 100 desks	3,000,000		Funds with the board
Katamanak primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Huruma primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Kepelor primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Kangitit primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Kidewa primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Lomunyenakwan primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Nayanakaton primary school	Construction of 1 classroom with 50 desks	1,500,000		Funds with the board
Kapedo mixed boarding primary	Construction of admn office	4,000,000		Funds with the board
Lokicheda primary school	Construction of 4 door pit latrine	500,000		Funds with the board
Lopii Primary school	Construction of 4 door pit latrine	200,000		Funds with the board
Kangitit Boys Secondary School	Construction of 2 classrooms	3,000,000		Funds with the board

**Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
	with 100 desks			
Sub-Total		28,700,000	58,000,000	
Amounts due to other grants and other transfers				
Emergency		5,392,209.90		
Bursary Secondary		13,958,597.00		
Bursary Tertiary		13,953,239.46		
Social Security Protection		1,800,000.00		
Sports		2,742,698.00		
Lokwamosing Police station		2,000,000.00		
Sub-Total		39,892,741.00	9,557,276	
Acquisition of assets				
		508,150		
Others (specify)				
AIA		268,000.00		
Sub-Total				
Funds pending approval				
Grand Total		75,698,145.00	71,913,454	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land				
Buildings and structures	14,500,000			14,500,000
Transport equipment	11,435,000	606,070		12,041,070
Office equipment, furniture and fittings	2,373,070	1,160,000		3,533,070
ICT Equipment, Software and Other ICT Assets	180,000	425,780		605,780
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	28,488,070	2,191,850		30,679,920

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 202xx

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Lokichada Primary school	KCB	1158409109	307,701.12	21.12
Lopeduru Primary School	KCB	1276792409	41,395.00	0.00
Silale Primary School	KCB	1276811519	698,975.00	0.00
Namalteny Primary school NGCDF A/C	KCB	1157386644	16,549.00	11,549.00
Nayanakaton Primary School	KCB	1238658385		
Nakatongwa Primary School	KCB	1238658385	27,704.00	2,704.00
Napeitom Primary School	KCB	1279265744	403,609.00	0.00
Lomunyenakwan Primary School	KCB	1136412859	14,250.00	9,250
Kamuge Primary School	KCB	1157385753	233,706.55	3,706.55
Kidewa Primary School	KCB	1122840837		
Nadoto Primary School	KCB	1157736793	31,898.55	6,898.55
AIC Lokwi Primary school	KCB	1232792896		
Emanman Primary School	KCB	1171209703	7,554.55	4,140.55
Lokwi primary School	KCB	1236781619	18,474.00	13,914.00
Echoke primary school NGCDF A/C	KCB	1157385656	1,098,845.02	6,965.02
Lokamusio Primary school NGCDF A/C	KCB	1165591189	503,820.05	3,511,05
Lomelo Primary School NGCDF A/C	KCB	1263033008	302,109.00	735.00
Lokori Mixed Primary School NGCDF A/C	KCB	1285405684	255.00	0.00
Lorkorkor Primary School NGCDF A/C	KCB	1136413359	1,670,606.80	3,606.80
Lotubae Primary School NGCDF A/C	KCB	1270274899	501,260.00	1,155.00
Nakwasinyon Primary School NGDF A/C	KCB	1165591014	513,431.55	10,131.55
Lopii Primary School NGDF A/C	KCB	1238167179	17,204.00	12,204.00
Silale Primary School NGCDF A/C	KCB	1276811519	698,975.00	0.00
Kadam Primary School NGCDF A/C	KCB	1157738052		
Kapedo Mixed Primary NGCDF A/C	KCB	1157028381	501,431.73	1,431.73

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PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Lomomung Restlement NGCDF A/C	KCB	1232792896	69,353.20	28,170.20
Nakwasinyon Primary School	KCB	1165591014	513,431.55	10,131.55
Kaaruko Primary School	KCB	1279266643	3,975.00	0.00
Nadoto Primary School	KCB	1157736793	31,898.55	6,898.55
Elelea Primary school	KCB	11133682413	2,804.91	930.91
RCEA Young You Primary School	KCB	1279431350	4,716.00	0.00
Kangitit Girls Secondary School	KCB	1133385567	1,999,500.00	0.00
Katilia Girls Secondary schools	KCB	1260909533		
Lokori Police Station	KCB	1279955562	1,779,954.00	0.00
Total			12,015,388.13	134,544.08

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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)
1.1	The statement of management responsibilities, statement of receipts and payments, the statement of assets and liabilities and the statement of cash flow have been signed by the sub-county accountant but the ICPA(K) registration number has not been included	This is an officer of the treasury	Resolved, waiting communication on the amended statement	
1.6	The National Government Constituencies Development Fund - Turkana East Constituency financial statements were submitted for audit on 30 September 2020. However, the presentation does not comply with financial reporting template issued by the Public Sector Accounting Standards Board (PSASB) as detailed below	The correct Template was used	Resolved, waiting communication on the amended statement	
	The Summary Statement of Appropriation: Recurrent and Development Combined reflect		Resolved, waiting communication	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	under original budget column, total payments of Kshs.137,367,724 while a recast of the same gives a total of Kshs.137,867,724 leading to unreconciled / unexplained variance of Kshs.499,996. Similarly, the statement reflects final budget column, total payments of Kshs.195,932,960 while a recast of the same gives a total of Kshs.195,886,961 resulting to unexplained/unreconciled variance of Kshs.45,999		action on the amended statement	
	Figures in note 5 to the financial statements have not been rounded off to the nearest Kenya shilling as stated under significant accounting policy no		Resolved, waiting communication on the amended statement	
	The statement of receipts and payments reflects use of goods and services of Kshs.7,609,565 and as disclosed under note 4 to the financial statements, includes a nil balance for Printing, Advertising		Resolved, waiting communication on the amended statement	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	and Information Supplies and Services. However, examination of documents and records reveal a payment of Kshs.326,640 in respect of Printing, Advertising and Information Supplies and services, resulting to unreconciled/unexplained variance of Kshs 326,640. Consequently, the accuracy and completeness of use of goods and services of Kshs.7,609,565 for the year ended 30 June 2020 could not be confirmed			
5.0	As previously reported, note 17.3 to the financial statements reflects unutilized fund balance of Kshs.72,632,911 which is at variance with annex 3- Unutilized funds figure of Kshs.71,913,454 resulting in unexplained/unreconciled variance of Kshs.719,457. Consequently, the accuracy and completeness of the unutilized fund balance of as at 30 June 2020 could not be ascertained	The statement of receipts and	Resolved, waiting communication on the amended statement	Resolved,

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>payments reflects other grants and transfers amount of Kshs.54,276,101 for the year ended 30 June 2020 which includes bursary to secondary schools amount of Kshs.25,931,672 and bursary to tertiary institutions amount of Kshs.20,896,081 all totaling to Kshs.46,827,753 as disclosed in note 7 to the financial statements. However, the management has not availed for audit review; evidence to show that vetting, identification and categorizing of needy students was done by the bursary subcommittee that included area education officer or his representative and formal criteria used in identifying, vetting, awarding of the bursaries. Further, evidence in form of official receipts from respective institutions acknowledging receipt of bursary funds were also not availed for audit review.</p> <p>Consequently, the accuracy and completeness of bursary payments amounting to Kshs.46,827,753 for</p>		<p>waiting communication on the amended statement</p>	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	the year ended 30 June 2020 could not be confirmed.			

