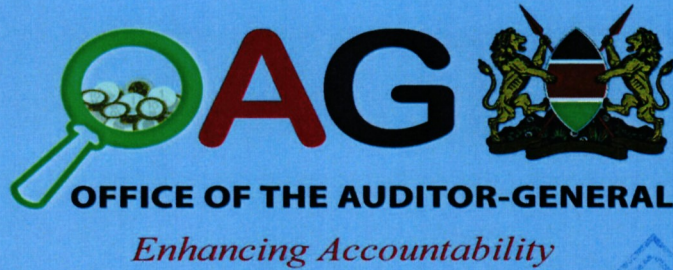


REPUBLIC OF KENYA



**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

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

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

PARLIAMENT  
OF KENYA  
LIBRARY

THE NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND  
WAJIR EAST CONSTITUENCY  
29 JUL 2023 Thursday  
Hon-Naams Wajir MP  
Deputy Majority Party Whip  
A. Shiluko





OFFICE OF THE AUDITOR GENERAL  
NORTH EASTERN REGIONAL OFFICE  
11 APR 2023  
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**WAJIR EAST CONSTITUENCY**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**30<sup>th</sup> JUNE 2022**

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



***WAJIR EAST Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Reports and Financial Statements For the year ended June 30, 2022***

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**WAJIR EAST Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
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**I. Key Constituency Information and Management**

**(a) Background information**

The National Government Constituencies Development Fund (NG-CDF)(hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the currently NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, 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 the NGCDF Committee**

The functions of the NGCDF Committee are as outlined in Section 11 of The National Government Development Fund Regulations 2016.



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**(b) Key Management**

The NGCDF WAJIR EAST Constituency 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 30<sup>th</sup> June 2022 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	ABDISALAN BILLOW
2.	Sub-County Accountant	RASHID AHMED
3.	Chairman NGCDFC	HASSAN KASSAI AHMED
4.	Member NGCDFC	AMINA AHMED ADAN

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF –WAJIR EAST Constituency. 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) NGCDF WAJIR EAST Constituency Headquarters**

P.O. Box 417-70200  
NGCDF Building  
Along Wajir-Mandera Road  
Wajir, KENYA

**(f) NGCDF WAJIR EAST Constituency Contacts**

Telephone: (254) 0708581358

E-mail: [ngcdfwajireast@ngcdf.go.ke](mailto:ngcdfwajireast@ngcdf.go.ke)

Website: [www.ngcdfwajireast@ngcdf.go.ke](http://www.ngcdfwajireast@ngcdf.go.ke)

**(g) NGCDF WAJIR EAST Constituency Bankers**

Kenya Commercial Bank

P.O BOX 70200

Wajir, Kenya

**(h) Independent Auditors**

Auditor-General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

**(i) Principal Legal Adviser**

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya



## **II. NGCDF Chairman's Report**

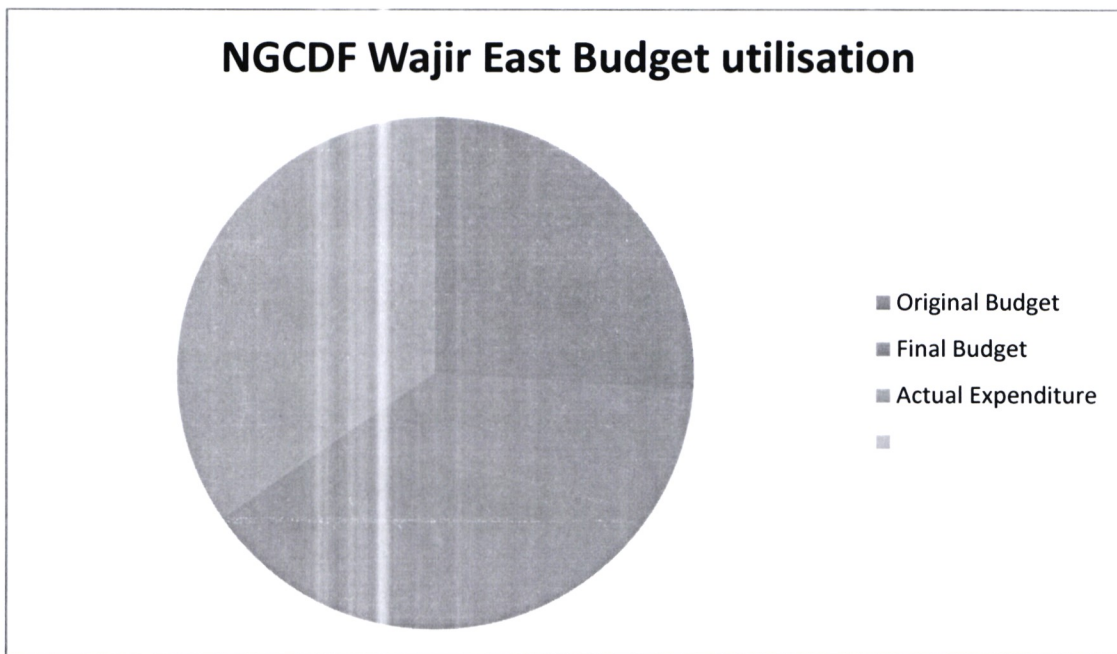


### **NGCDF WAJIR EAST CHAIRMAN- HASSAN KASAI AHMED**

The Wajir East NGCDFC Presents in its financial statements a summary of the budget performance against actual amounts for current year based on economic classification and programs. The NG-CDF WajirEast have improved Education and Security infrastructures of Wajir East Constituency. However, there have been emerging issues like political, economic, social, legal and global challenges influencing the implementation of NG-CDF Project including the covid-19 pandemic. Other issues that affected the project implementation process included the late disbursement of funds and time lapse to approval of projects. However, NG CDF Wajir East managed to perform satisfactorily in terms of ensuring development programs are undertaken despite the said challenges. Attached are pictorial representation and a bar graph of budget expenditure against actual comparable

implemented status and the absorption rate per expenditure categorization as incurred through the financial year 2021/2022.

During the year under review NG CDF Wajir east was allocated 137,088,879.00 ,the absorption rate stands at 88% of the funds allocated .The absorption rate was very high due to early disbursement within the expected period .However there were kshs 23,453,077.00 which were monies pending with NG CDF board for the Financial year 2020/2021.



The pie chart demonstrates NGCDFWajir East 88% absorption rate that was exemplary compared to the previous years .Original budget of kshs137,088,879, Total budget of kshs 206,726,062.00 inclusive of the previous years balances and Actual expenditure of kshs182,094,825.00

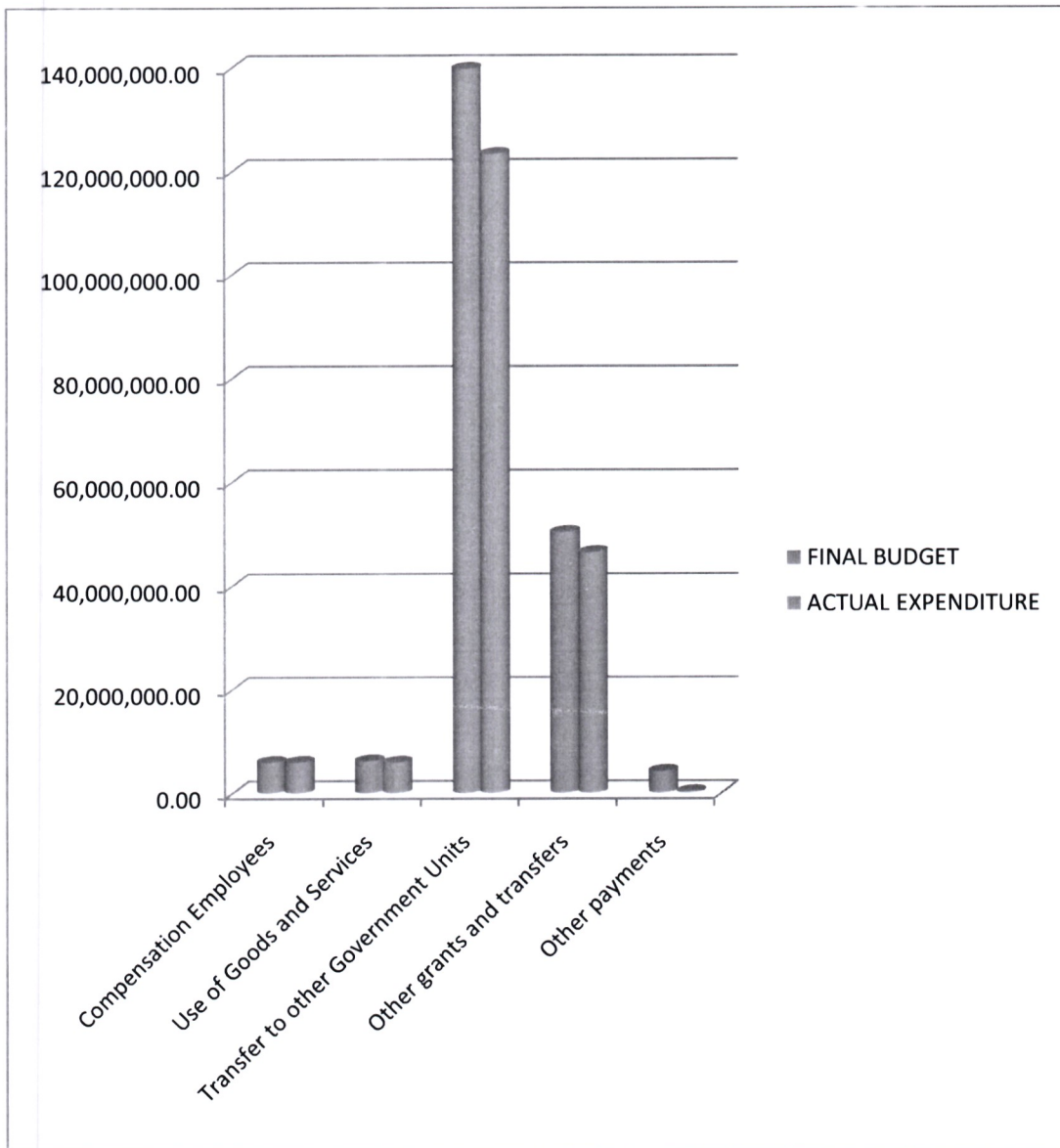
NGCDF Wajir East allocated kshs 137,088,769.00 which all its projects were approved and funds were disbursed 100% for the financial year under review .The 100% disbursement lead to smooth



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implementation of projects for this financial year though there were pending balances with the NGCDF for previous years

**NGCDF WAJIR EAST SECTOR UTILISATION RATE**



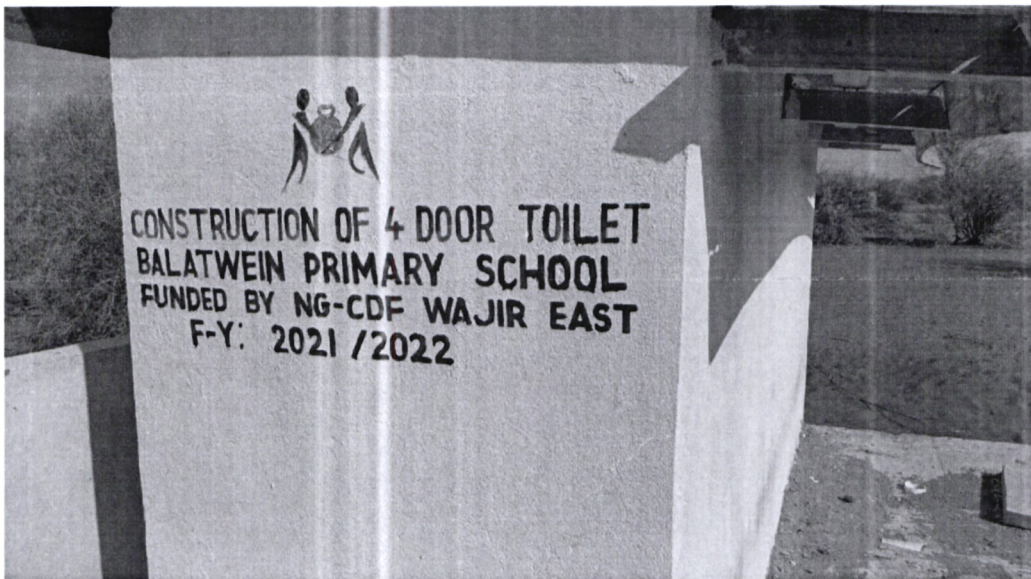
The bar chart above demonstrates the absorption rate of the various sectors. The total budget of each of the sector against the actual of expenditure of those sectors.

Below are images and projects pictorials of random NG CDF Wajir East Implemented during the financial year 2021/2022

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Waberi Girls Secondary School FY 2021/2022 Construction of administration block/supply and installation of water tank and water piping system



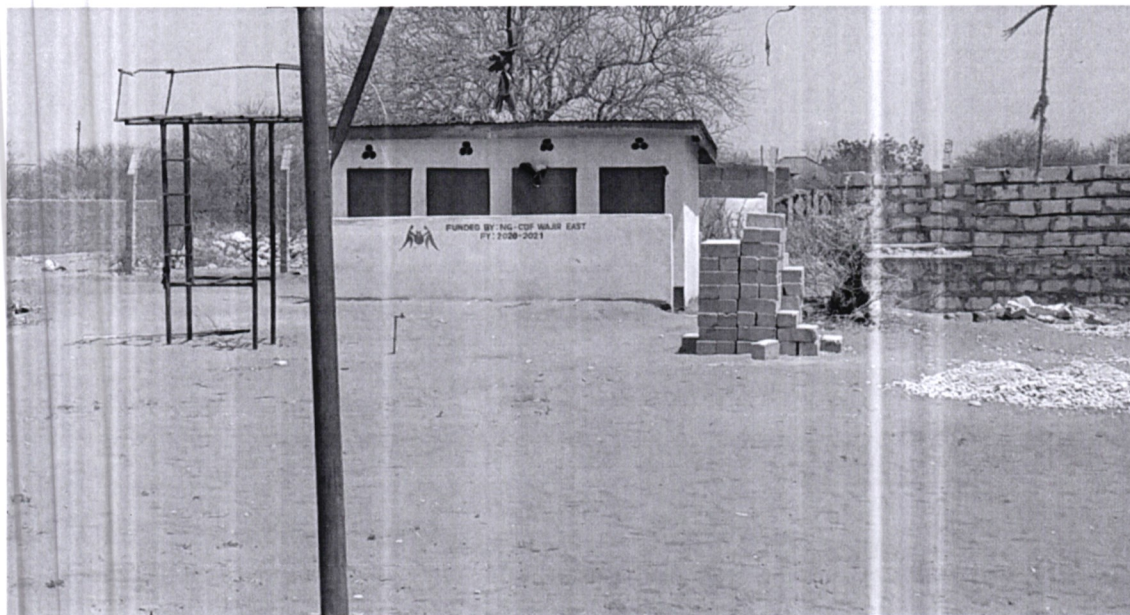
Balatwein primary school- construction of 4 door toilet With septic tank for FY 2021/2022



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Balatwein primary school- construction of two staff quarters FY 2021/2022



Construction of 4 door toilet FY 2020/2021

SIGN.....  
**CHAIRMAN NGCDF WAJIR EAST**



### **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.

Wajir East is constituency whose latent for growth is promising. The constituency stands feet high on the potent of the capable constituents, its geographical location and the existence of natural resources. The recognition of its potential development and growth majorly depends on its process of planning for and regulating physical and economic development that capitalizes on reliable opportunities and prudent financial and administrative threads.

In underscoring the planning of the constituency, the National Government Constituency Development Fund Committee (NG-CDFC) in its strategic plan (2018-2023) outlined key strategic objectives that were to be used to spur development in the constituency. The plan sort to contribute towards the identification of how and where development programmes identified will be implemented especially in the economic activities with special focus on marketing and value addition, improved social infrastructure on road development and improved governance. It was anticipated that this will help in achieving food security, improved quality of education, health care for all, expanded access to ICT and environmental conservation among others.

The key development objectives of NGCDF-Wajir East Constituency's 2021-2022 plan are to:

- a) To become a national model for education by improving schools infrastructure, improving performance, reducing dropout rates and increasing primary, secondary and higher education transition rates.
- b) To Improve access to clean water and a more sustainable and conserved environment in Wajir east through natural resources conservation initiatives.
- c) To Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery and make the constituency secure .



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- d) To Empower and develop youth and special groups to reduce dependence and spur economic growth through sports.
- e) To enhance access to information and technology by Wajir east residents and use ICT to enhance service delivery and spurring development. .

**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:

<b>Constituency Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Education	Improve performance, reduce dropout rates and increase primary, secondary and higher education transition rates	Develop and enhance schools infrastructure to enhance facilities and provide conducive learning environment for children	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions Number of bursary beneficiaries at all levels	Number of classrooms increased from 200 to 240 Number of laboratories increased from 0 to 6 Number of dormitories increased from 12 to 14 Number of administration blocks increased from 10 to 13
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to	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	Number of police lines increased from 1 to 4 Number of Fencing of

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	improve service delivery			stations increased from 1 to 4
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 increased from 3 to 7
Environment	Improve the environment and natural habitat of the constituency.	Increase in the supply of three seedlings to various schools, security offices. Supply and installation of energy saving jikos. Supply of Water tanks and gutters to primary schools for water harvesting.	The numbers of tree seedlings supplied and planted . The numbers of energy saving jikos supplied and installed . The number of Water tanks supplied and garters installed.	The numbers of trees planted and enegy saving jikos supplied increased .The number of rain water harvesting facilities increased.
Emergency	Improve emergency interventions in the constituency	Increased number of emergency interventions such as renovations of blown off roofs, frequent water trucking to public schools.	The number of emergency interventions.	Increased water trucking and repairs of blown off roofs in public schools

**IV. Environmental and Sustainability Reporting.**

Wajir East NGCDF exists to transform lives, which are our purpose, the driving force behind everything we do. It's what guide us to deliver our strategy ,which is founded on social sector namely education,Security,Environment and sports .These pillars also make special; provisions for Kenyans with various disabilities and previously marginalised communities .



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**1. Sustainability strategy and profile**

To ensure sustainability of Wajir East NG-CDF Committee funds the following key sectors with the following sustainable priorities:

- a) Education and Training : NGCDF Wajir East focus on human capital for constituency development which is entrenched in its strategy to support the needy and bright students from all the four wards in the constituency .The intentions are to empower the constituents such that in future transitions to secondary and tertiary institutions are improved .This would further help in the increase of students pursuing technical, teaching and health courses to help reduce the gaps in skilled man power within the constituency .These strategies takes care of marginalised groups including the girl child and persons living with disabilities .
- b) Security Sector Support : NGCDF Wajir East has security sector as one of its key pillars in its development agendas .Allocations to this sector provides better working environment for security providers and agencies in the constituency .The strategy is to have a collaborative working approach to upgrade and enhance the community engagement in security activities in the constituency .NGCDF Wajir East implements these through appropriate allocations of funds and implementing various security infrastructure in the constituency. The purpose of this is to eliminate crimes in the long run by providing good working environment for the law enforcement agencies.
- c) Environmental Activities :- The constituency acknowledges that all its development activities within the constituencies has impact on the environment and natural eco system .Cognisant of these facts and sustainable development goals (SDG),the NGCDF Wajir East has allocated 2% of its annual budget on environmental conservations through activities such as tree planting in schools and other publicly maintained institutions ,Water harvesting and conservations ,sensitizations forums on agro forestry and forest conservations as well as best practices to reduce soil erosions.
- d) Sports Activities: - NGCDF Wajir has taken Sports activities as one of its key pillars in its development agendas and strategies .The sports activities conducted in the constituency aimed at helping Community collaborations and cohesions. To sustain this pillar the Committee has a strategy of developing skills through sports activities, nurturing talents and encouraging physical fitness among the youths and other constituents .These are done through

implementations and allocations of funds to sports projects such as development of sports infrastructures in public primary and secondary schools, supply of sport kits to school teams and other non-public teams, conducting and planning of constituency and regional tournament.

To attain these level of sustainability, we acknowledge challenges currently arising from the effects of covid 19 that have adversely effected the sporting activities and therefore limiting the potential benefits envisaged in using sports as a development strategy within the constituency .on macro levels Financial year 2021/2022 has been a challenging year with limited funding towards these activities which may hamper the success of priorities of strategies under taken.

To realize effective suitability, the constituency relied on the set targets as a sign of performance ambition. The Goals as provided in our strategic plan remained the focal point for inside and outside Stakeholders with a clear set of objectives for management, and a yardstick by which external audiences can judge our progress and achievements against their expectations. The frameworks under which we operated included projects identification, allocation of funds, approval, implementation and monitoring

## **2. ENVIRONMENTAL PERFORMANCE**

Environment Policy and Action Plan Protectionof the environment in which we live and operate is part of Wajir East NG-CDF initiatives Care for the environment is one of our key responsibilities and an important aspect in the way in which carry out our operations.

Our Environmental Policy statementofWajireast NG-CDF commits to complying with all relevant environmental legislation, regulations and approved codes of practice .Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water .Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources Managing and disposing of all wastage in a responsible manner; Providing training for our CDFO and staff so that we all work in accordance with this and within an environmentally aware culture .Regularly communicating our environmental performance to our employees and other significant stakeholders .Developing our management processes to ensure that environmental factors are considered during planning and implementation .Monitoring and continuously improving our environmental



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performance. Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

Our Environmental Action Plan has identified four areas in which we as an office have direct or indirect environmental impact, and where we can implement initiatives to manage and reduce these impacts. These four areas together with our approach and targets for each are shown below

Wajir east NGCDF Promote environmental awareness by sensitizing the Wajir East NG-CDFC, NG-CDFC staff and PMCs on good conservation practices .To encourage, through regular communication to Wajir East NG-CDFC, staff, and other stakeholders changes in individual behaviour to reduce usage.

NGCDF Wajir east maximize use of available technologies to remove the need to use paper and encourage our clients to engage with us using electronic means where possible  
The constituency maximize on rain water harvesting .To make energy efficiency a key factor in the selection of any new energy device being purchased. To invest in available energy saving technologies and devices within our existing premises

To promote use of volt guards to control power surges have constructed culverts and gabions to prevent soil erosion .To encourage tree planting in the constituency to improve the forest cover. Wajir east NGCDF also promote purchase and installation of fire extinguishers to aid in extinguishing and controlling fires. We ensure that all paper waste is recycled .To ensure segregation of waste To ensure proper human waste through construction of pit latrines, septic and soak pit tanks

### **3. Employees welfare**

Wajir east NGCDF invest in providing the best working environment for our employees .Wajir East NGCDF is guided by the Employment Act ,NGCDF Act and other regulations inline with laws of the country .The constituency offers equal opportunity ,one third gender rule and taking care of special groups .The constituency recognise and appreciate employees for exemplary performance .our reward and sanction systems are based on the outcome of our performance appraisals .NGCDF Wajir east promotes healthy lifestyle and provides all employees with health insurance

Wajir East NG-CDFC offers only categories of employment, which are Contract employees who are employed for 3 years on a renewable contract. Such employees are eligible for employee benefits in

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line with the statutory requirements. Casual employees are hired to perform specific duties on a daily or weekly basis on a piece rate payment system. Casuals are not allowed to work continuously for more than three (3) months and are not eligible for any employee benefits in line with statutory requirements.

The Fund Account Manager declares vacancies in the office through the NG-CDFC, an approval is then sought for advertisement within the constituency to be done. The Advertisement contains the Jobtitle, Main purpose of the job, a brief description of the key responsibilities of the job, Education, experience, skills and competencies required for the job, Location of the job, Clear instructions on how to apply and information to be submitted in the application and Closing date for receipt of applications

A selection and interview subcommittee is appointed to oversee the selection strategy for application review, determination of testing methodology, administration of tests and scoring,

And reference check criteria.

Interviews for staff employment are conducted in a manner that complies with the office's commitment to equal employment opportunity, to ensure that qualified candidates are not discriminated based on ethnicity, religion, gender, age, disability, status etc.

A person appointed to the office will be given the appropriate letter of offer of appointment, as the case may be, which may be accepted or rejected by the candidate within the stipulated time.

A written contract of service that is signed by the Fund Account Manager and the NG-CDFC Chairman is then issued, which states particulars of employment which include, the name and address of the employee, job description, date of commencement of the job, form and duration of the contract, place of work, hours of work, remuneration, termination, terms and conditions of employment which the employee is entitled to.

The NG-CDFC ensures orientation and induction of new employees. This is carried out in order to familiarize the employees with the mandate, vision, mission and operations of the office and how their jobs contribute to this. Induction and orientation is done within the first three months of employment.

In selecting candidates for promotion, regard is given to merit and extra ordinary ability as reflected in work performance and results after the annual performance appraisal. Recommendations for promotion are only made by the NG-CDFC resolution.

The office has maintained healthy and safe working conditions for its employees to ensure there is no personal injury caused by accidents.



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All the staff must always consider safety to themselves and others when performing their duties. They should not compromise on quality, cause injury, ill health, loss or environmental damage.

Every Department depending on the nature of work and services shall plan for foreseeable incidents such as accidents, explosions, fire, floods etc. and prepare and outline procedures to be followed in such events. Fire precautions

The fire protection facilities have been provided both inside and outside the building and they are adequate and maintained annually.

General information on fire precautions and fire equipment is contained in stickers on the wall next to the fire extinguishers Provision of protective equipment and clothing

The Fund Account Manager ensures that officers who are employed in any process involving exposure to wet or to any injurious or offensive substances are provided with adequate, effective

#### **4. Market place practices**

NG-CDFC fund was designed to support constituency-level, grass-root development projects. It is aimed to achieve equitable distribution of development resources across regions and to control imbalances in regional development brought about by partisan politics. It targets all constituency-level development projects, particularly those aiming to combat poverty at the grassroots and entrench equitable distribution of development in line with the NG-CDFC Act 2015 provisions

The objective of the Fund is to provide mechanisms for supplementing implementation of the National Government development Agenda at the constituency level.

a) Responsible competition practice.

During projects implementation the office transfers funds to the Project Management Committees who are thereafter guided during tendering process, to ensure that the locals benefit competitively in the provision of services and materials to the projects.

How the organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors

b) Responsible Supply chain and supplier relations

Payments to suppliers are done promptly upon presentation of requisite supporting documents

c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices

Advertisement for tenders is done publicly and no form of discrimination is applied to unfairly lock out interested bidder.

d) Product stewardship

In order to safeguard consumer rights and interests, the Wajir East NG-CDF came up with a service charter and the complaints handling policy, principles and procedures brochure.

The service charter points out our commitment in ensuring that we provide quality services to our customers with high level professionalism, dignity, integrity and courtesy, whereas complaints handling policy, principles and procedures shows our commitment to consistent, fair and confidential complaint handling and to resolve complaints as quickly as possible.

### **5. Community engagements**

Public Participation in Project Identification and Implementation and Monitoring. The NG-Constituency Development Act 2015 stipulates in part 5 section 27 subsection 1 and 2 that the chairperson of the NG-CDFC shall, within the first year of the commencement of a new Parliament and at least once every two years thereafter, convene open forum public meetings in every ward in the constituency to deliberate on development matters in the ward and in the constituency.

The NG-CDFC shall then deliberate on project proposals from all the wards in the constituency and any other projects which the Constituency Committee considers beneficial to the constituency, including joint projects with other constituencies, consider the national development plans and policies and the constituency strategic development plan, and identify a list of priority projects, both immediate and long term, out of which the list of projects to be submitted in accordance with the Act shall be drawn from. There after the list of proposed constituency based projects to be covered under this Act shall be submitted by NG-CDFC to the Board.

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.

Public's engagement is a vital part of many projects and the benefits of it are well documented, such as better outcomes for all stakeholders, community ownership and lower project costs.

When the public is involved in a project, they feel motivated to work together, recognize the benefits of their involvement and have ownership of the projects and the decision making process, which is key to a successful project outcome and their sustainability.

Effective public engagement is about recognising that involving the public in a project is no longer about information dissemination and telling the people what is being done, but is a two-way information sharing tool.

The more views gathered in the process of making a decision, the more likely the final product will meet the most needs and address the most concerns possible.

In summary stakeholders participation is important since:. Providing information helps them understand the issues, options, and solutions available for the projects. Consulting with the public aids in obtaining their feedback on alternatives or decisions. Involving the public to ensures their



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concerns are considered throughout the decision process, particularly in the development of decision criteria, options and preferred solutions that are workable, efficient and sustainable.

**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

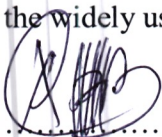
**Public Awareness and Sensitisation Exercise Provide.**

A menu of options for including individuals and organizational actors in identifying development priorities and selecting NG-CDF projects. Ensuring implementation of NG-CDF funded projects are transparent and known to everybody within the community. Increase accountability hence ensure local citizens gain skills and confidence to carryout social audits as means to enhanced accountability in management of other devolved funds apart from NG-CDF at constituency and other levels within the constituency.

Increase public participation at all stages of project cycle funded under NG-CDF kitty .Identify control and report any irregularities witnessed during NG-CDF project implementation cycle. Measure the impact of the projects funded by NG-CDF .Enable people to exercise their rights by instilling democratic culture through enhanced social accountability and transparency among state and non-state actors. Promote awareness creation on constitution and devolved governance system in Kenya

Wajir East NGCDF has continuously practised public participation and public awareness during project identification and proposals collections in all the wards in Wajir east constituency .These public participations are done through public forums and gatherings,chiefs barazas and stakeholders meetings in schools, open public Barraza and other public gatherings.

The adverts for this participations are done through the mainstreams, local and national medias and the widely used social media platforms such as twitter, Facebook,Whatapp groups among others .



.....  
**Name :Abdisalan Billow Abdi**

**Fund Account Manager**

**Wajir East NGCDF .**

**V. STATEMENT OF ENTITY 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 WAJIR 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, 2020. 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-WAJIR 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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-WAJIR EAST Constituency further confirms the completeness of the accounting records maintained for the *entity*, 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-WAJIR EAST Constituency confirms that the entity 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 entity'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-WAJIR EAST Constituency financial statements were approved and signed by the Accounting Officer on **15.09.2022**.



**Name: Hassan Kasai Ahmed**  
**Chairman-NGCDF Committee**

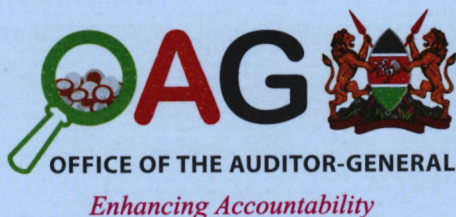


**Name: Abdisalan Billow Abdi**  
**Fund Account Manager**



# REPUBLIC OF KENYA

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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 - WAJIR EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022**

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### **PREAMBLE**

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

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

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

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

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Wajir East Constituency set out on pages 1 to 39,



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

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

### **Basis for Opinion**

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Wajir 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 opinion.

### **Key Audit Matters**

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

### **Other Matter**

### **Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts budget and actual amounts on comparable basis of Kshs.206,726,062 and Kshs.182,094,835 respectively, resulting to an underfunding of Kshs.24,631,227 (or 12%) of the budget. Similarly, the Fund expended Kshs.182,094,834 against an approved budget of Kshs.206,726,062, resulting to an under-expenditure of Kshs.24,631,227 (or 12%) of the budget.

The underfunding and the under-expenditure may have affected implementation of the Fund's planned activities and impacted negatively on service delivery to the constituents.

## **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 matter 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**

#### **Lack of Ownership Documents and Valuation of Fixed Assets**

Annex 4 of the financial statements on summary of fixed assets register reflects historical cost of assets owned by the Fund as at 30 June, 2022 of Kshs.8,961,313. Included in the assets register is land which is neither valued nor registered as at 30 June, 2022. Review of the assets register revealed that most of the assets were acquired more than ten (10) years ago but have not been revalued contrary to Paragraph 49 of the International Public Sector Accounting Standard (IPSAS), 17. In addition, the Fund is yet to be issued with a title deed as proof of ownership of land where its office is built.

In the circumstances, the ownership and the fair value of the fixed assets could not be confirmed.

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

### **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

#### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

#### **Basis for Conclusion**

##### **Lack of Clerk of Works**

During the year under review, the Fund did not have a clerk of works. The Fund heavily relies on the Ministry of Public Works official from the County for supervision and inspection of its projects contrary to Section 45(1) of the National Government Constituencies Development Fund Act, 2015 which states that the Constituency Committee may engage such staff as may be necessary for execution of its functions including persons with knowledge in Information and Communications Technology, construction and basic accounting. Lack of a clerk of works may cause delays in the implementation and supervision of the Fund's projects.



In the circumstances, supervision and monitoring of the Fund's projects could not be confirmed.

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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal 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 to cease operations.

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

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

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

### **Auditor-General's Responsibilities for the Audit**

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



or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions or that the degree of compliance with 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 control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the

financial statements or if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

22 May, 2023



**WAJIR EAST Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements For the year ended June 30, 2022**

**VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2022**

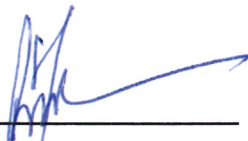
	Note	2021 - 2022	2020- 2021
<b>RECEIPTS</b>			
Transfers from NGCDF board	1	162,644,680	160,767,724
<b>TOTAL RECEIPTS</b>		<b>162,644,680</b>	<b>160,767,724</b>
<b>PAYMENTS</b>			
Compensation of employees	2	6,000,000	5,280,000
Use of goods and services	3	5,972,663	6,558,695
Transfers to Other Government Units	4	123,390,800	70,550,000
Other grants and transfers	5	46,457,000	57,791,029
Acquisition of Assets	6	274,372	-
Other payments		-	-
<b>TOTAL PAYMENTS</b>		<b>182,094,835</b>	<b>140,179,724</b>
<b>SURPLUS/(DEFICIT)</b>		<b>(19,450,155)</b>	<b>(20,588,000)</b>

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

The NGCDF-WAJIR EAST Constituency financial statements were approved on **15<sup>th</sup> September 2022** and signed by:



**Fund Account Manager**  
**Name: Abdisalan Billow**



**National Sub-County Accountant**  
**Name: Rashid Ahmed**  
**ICPAK M/No:17483**



**Chairman NG-CDFC**  
**Name Hassan K Ahmed**


**WAJIR EAST Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements For the year ended June 30, 2022**

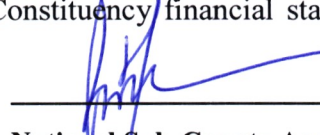
STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	7	1,178,149	20,628,304
Cash Balances (as per the Cash book)		-	-
<b>Total Cash and Cash Equivalents</b>		<b>1,178,149</b>	<b>20,628,304</b>
<b>Account Receivables</b>		-	-
Outstanding Imprests		-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>1,178,149</b>	<b>20,628,304</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts Payable (Deposits )</b>		-	-
Retentions		-	-
Gratuity		-	-
<b>NET FINANCIAL ASSETS</b>		<b>1,178,149</b>	<b>20,628,304</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd Ist July 2021	8	20,628,304	40,304
Prior year Adjustments		-	-
Surplus/Deficit for the year		(19,450,155)	20,588,000
<b>NET FINANCIAL POSITION</b>		<b>1,178,149</b>	<b>20,628,304</b>

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

The NGCDF-WAJIR EAST Constituency financial statements were approved on **15<sup>th</sup> September 2022** and signed by:

  
 Fund Account Manager  
 Name: Abdisalan Billow

  
 National Sub-County Accountant  
 Name: Rashid Ahmed  
 ICPAK M/No:17483

  
 Chairman NG-CDFC  
 Name Hassan K Ahmed




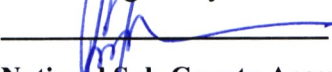
**WAJIR EAST Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements For the year ended June 30, 2022**


**VIII. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2022**

		2021-2022	2020 - 2021
		Kshs	Kshs
<b>Receipts for operating income</b>			
Transfers from NGCDF Board	1	162,644,680	160,767,724
<b>Total receipts</b>		<b>162,644,680</b>	<b>160,767,724</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	2	6,000,000	5,280,000
Use of goods and services	3	5,972,663	6,558,695
Transfers to Other Government Units	4	123,390,800	70,550,000
Other grants and transfers	5	46,457,000	57,791,029
Other Payments		-	-
<b>Total payments</b>		<b>181,820,463</b>	<b>140,179,724</b>
<b>Adjusted for:</b>			
Decrease/(increase) in account receivable		-	-
Decrease/(increase) in account Payable		-	-
Prior Year adjustments		-	-
<b>Net Adjustments</b>		<b>-</b>	<b>-</b>
<b>Net cash flow from operating Activities</b>		<b>(19,175,783)</b>	<b>20,588,000</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of Assets		-	-
Acquisition of Assets	6	274,372	-
<b>Net cash flows from Investing Activities</b>		<b>274,372</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(19,450,155)</b>	<b>20,588,000</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>		<b>20,628,304</b>	<b>40,304</b>
<b>Cash and cash equivalent at END of the year</b>		<b>1,178,149</b>	<b>20,628,304</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-WAJIR EAST Constituency financial statements were approved on 15<sup>th</sup> September, 2022 and signed by:

  
**Fund Account Manager**  
**Name: Abdisalan Billow**

  
**National Sub-County Accountant**  
**Name: Rashid Ahmed**  
**ICPAK M/No:17483**

  
**Chairman NG-CDFC**  
**Name Hassan K Ahmed**

**WAJIR EAST Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Reports and Financial Statements For the year ended June 30, 2022**

**SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022**

Receipt/Expense Item	Original Budget a	b	Adjustments	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of utilization difference F=d/c%
<b>RECEIPTS</b>							
Transfers from NGCDF Board	137,088,879	Opening Balance (C/B) and AIA 20,628,304	49,008,879	206,726,062	182,094,835	24,631,227	88%
<b>Other assets</b>							
<b>TOTAL RECEIPTS</b>	<b>137,088,879</b>	<b>20,628,304</b>	<b>49,008,879</b>	<b>206,726,062</b>	<b>182,094,835</b>	<b>24,631,227</b>	<b>88%</b>
<b>PAYMENTS</b>							
Compensation of Employees	6,000,000	0	0	6,000,000	6,000,000	0	100%
Use of goods and services	6,227,299.96	18,304	0	6,245,604	5,972,660	272,943	96%
Transfers to Other Government Units	88,495,000	10,810,000	40,455,877.31	139,760,877	123,390,800	16,370,077	88%
Other grants and transfers	36,092,207	9,800,000	4,482,530.44	50,374,737	46,457,000	3,917,737	92%
Acquisition of Assets	274,372	0	0	274,372	274,372	0	100%
Other Payments	0	0	4,070,470	4070470	0	4,070,470	0%
<b>TOTALS</b>	<b>137,088,879</b>	<b>20,628,304</b>	<b>49,008,879</b>	<b>206,726,061</b>	<b>182,094,835</b>	<b>24,631,227</b>	<b>88%</b>



**WAJIR EAST Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Reports and Financial Statements For the year ended June 30, 2022**

Funding pending approval are sums not yet approved by the board for utilisation and include approved allocations and or AIA not yet allocated for specific projects


a) For the revenue items indicate whether they form part of the AIA by inserting the AIA alongside the revenue category.


b) Provide below a summary on significant underutilisation (90% of utilisation and any overutilization (above 100%)

Explain whether the changes between the original and final budget are as a result of reallocation within the budget or other cause as per IPSAS 1.9.23) The actual on a comparable basis in the summary statement of appropriation recurrent and development expenditure combined should agree to the amount reported in the statement of receipts and payments .

<b>Reconciliation of summary of Appropriation to statement of Assests and Liabilities</b>	
Description	Amount
Budget utilisation defence totals	24,631,227
Less under disbursed receivables from the board as at 30 <sup>th</sup> June 2022	23,453,079
	1,178,148
Add. Accounts payable	0
Less Accounts receivable	0
Less Prior year Adjustments	0
Cash and Cash equivalent at the end of the Finanacial year 2021/2022	1,178,148

The NGCDF-WAJIR EAST Constituency financial statements were approved on ~~15<sup>th</sup>~~ **15<sup>th</sup> September 2022** and signed by:

  
Fund Account Manager  
Name: Abdulsalan Billow

  
National Sub-County Accountant  
Chairman NG-CDFC  
Name: Rashid Ahmed  
Name Hassan K Ahmed  
ICPAK M/No:17483

**BUDGET EXECUTION BY Sectors and Projects for the year Ended 30<sup>th</sup> June 2022**

Programme/Sub-programme	Original Budget 2021/2022.	Adjustments Opening Balances (CB)and AIA	Previous years Outstanding Disbursement	Final Budget 2021/2022.	Actual on comparable basis 30/06/2022	Budget utilization Difference %
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation of employees	6,000,000	0	0	6,000,000	6,000,000	0
1.2 Committee allowances	1,327,626	0	0	1,327,626	1,068,976	258,650
1.3 Use of goods and services	899,672	18,304	0	917,976	917,726	250
<b>Sub-Total Administration and recurrent</b>	<b>8,227,298</b>	<b>18,304</b>	<b>0</b>	<b>8,245,602</b>	<b>7,986,702</b>	<b>258,900</b>



**WAJIR EAST Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements For the year ended June 30, 2022**

2.0 Monitoring and Evaluation										
2.1 Caoacity Building	2,000,000	0	0	2,000,000	1,999,560					440
2.2 Committee Allownaces	1,000,002	0	0	1,000,002	986,399					13,603
2.3 Use of goods and Services	1,000,000	0	0	1,000,000	1,000,000					0
<b>SUB TOTALS</b>	<b>4,000,002</b>	<b>0</b>	<b>0</b>	<b>4,000,002</b>	<b>3,985,959</b>					<b>14,043</b>
3.0 Emergency Reserve										
3.5 others(Water Trucking)	7,192,207	253,000	582,530	8,027,737	8,000,000					27,737
<b>Sub-Total for Emergency</b>	<b>7,192,207</b>	<b>253,000</b>	<b>582,530</b>	<b>8,027,737</b>	<b>8,000,000</b>					<b>27,737</b>
4.0 Bursary and Social Security										
4.2 Secondary Schools	10,000,000	0		10,000,000	10,000,000					0

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4.3 Tertiary Institutions	11,300,000	0	0	11,300,000	11,300,000	0
<b>Sub-Total</b>	<b>21,300,000</b>	<b>0</b>	<b>0</b>	<b>21,300,000</b>	<b>21,300,000</b>	<b>0</b>
5.0 Sports						
5.1 Wajir East Schools Sports Tournament	2,700,000	0	0	2,700,000	2,700,000	0
<b>Sub-Total for sports</b>	<b>2,700,000</b>	<b>0</b>	<b>0</b>	<b>2,700,000</b>	<b>2,700,000</b>	<b>0</b>
<b>6.0 Environment</b>	1,300,000	0	900,000	2,200,000	1,300,000	900,000
<b>Totals for environmental activities</b>	<b>1,300,000</b>	<b>0</b>	<b>900,000</b>	<b>2,200,000</b>	<b>1,300,000</b>	<b>900,000</b>
7.0 Security Projects						
7.1 Lambib Chiefs office	1,400,000	0		1,400,000	0	1,400,000
7.2 Riba Chiefs office	2,200,000	0		2,200,000	2,000,000	0
7.3 Khorofhar DCC PMC	0	2,767,000		2,767,000	2,767,000	0



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7.4 Khorofharar DCC PMC	0	2,000,000		2,000,000	2,000,000	0
7.5 Khorofharar DCC PMC	0	3,800,000		3,800,000	3,610,000	190,000
7.6 Wajir OCPD	0	900,000		900,000	900,000	0
7.7 Riba Police camp	0	80,000		80,000	80,000	0
7.8 Khorofharar Chiefs Office	0	0	1,200,000	1,200,000	0	1,200,000
7.9 Khorofharar DCC Office	0	0	1,800,000	1,800,000	1,800,000	0
Sub-Total for Security Projects						2,990,000
	3,600,000	9,547,000	3,000,000	16,147,000	13,157,000	
<b>Grand Totals for other transfers and Grants</b>	<b>36,092,207</b>	<b>9,800,000</b>	<b>4,482,530</b>	<b>50,374,737</b>	<b>46,457,000</b>	<b>3,917,737</b>
<b>8.0 Primary Schools Projects</b>						

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8.1 Bojigaras Primary School	1,800,000	0	0	0	1,800,000	1,800,000	-
82 EL ALI Primary School	1,800,000	0	0	0	1,800,000	1,800,000	-
7.3 El Bay Primary School	1,800,000	0	0	0	1,800,000	1,800,000	-
7.4 Got ade Primary School	1,500,000	0	0	0	1,500,000	1,500,000	-
7.5 ICF Primary School	1,800,000	0	0	0	1,800,000	1,710,000	90,000
7.6 Kfafsarsa Primary School	1,800,000	0	0	0	1,800,000	1,710,000	90,000
7.7 Kalakcaha Primary School	1,800,000	0	0	0	1,800,000	1,520,000	280,000
7.8 Khorofharar Primary School	900,000	0	0	0	900,000	900,000	-
7.9 Qarasa Primary School	1,000,000	0	0	0	1,000,000	1,000,000	-



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8.0 Sitawario Primary School	1,600,000	0	0	0	1,600,000	1,600,000	-
8.1 Tawakal Primary School	1,800,000	0	0	0	1,800,000	1,800,000	-
8.2 Volunteer Primary School	7,500,000	0	0	0	7,500,000	7,500,000	-
8.3 Balatwein primary school	1,800,000	0	0	0	1,800,000	1,710,000	90,000
8.3 Balatwein primary school	900,000	0	0	0	900,000	900,000	-
8.4 Catholic Primary School	0	2,000,000	0	0	2,000,000	1,900,000	100,000
8.5 Wajir girls Primary School	0	900,000	0	0	900,000	855,000	45,000
8.6 Konton Primary School	0	1,200,000	0	0	1,200,000	1,200,000	-
9.3 Iambib Primary	0	1,400,000	0	0	1,400,000	1,400,000	-

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School												
9.4 afarshanle Primary School	0	100,000	0	100,000	0	100,000	100,000	100,000	0	100,000	100,000	-
9.5 volunteer Primary School	0	90,000	0	90,000	0	90,000	90,000	90,000	0	90,000	90,000	-
9.6 Riba Primary School	0	75,000	0	75,000	0	75,000	75,000	75,000	0	75,000	75,000	-
9.2 WAJIR PRIMARY	0	50,000	0	50,000	0	50,000	50,000	50,000	0	50,000	50,000	-
9.7 Got ade Primary School	0	90,000	0	90,000	0	90,000	90,000	90,000	0	90,000	90,000	-
9.8 Jugbaru Pry School	0	160,000	3,600,000	3,760,000	3,600,000	3,760,000	3,760,000	3,760,000	0	3,760,000	3,760,000	-
9.9Bahati Primary school	0	80,000	1,800,000	1,880,000	1,800,000	1,880,000	1,880,000	1,880,000	0	1,880,000	1,880,000	-
10.0 afarshanle Primary School	0	70,000	0	70,000	0	70,000	70,000	70,000	0	70,000	70,000	-
10.1 Qahira Pry PMC	0	90,000	0	90,000	0	90,000	90,000	90,000	0	90,000	90,000	-



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10.2 Waberi Pry school PMC	0	90,000	0	90,000	90,000	-
10.3 Halanle Primary School	0	65,000	0	65,000	65,000	-
10.4 Iambib Pry School	0	70,000	0	70,000	70,000	-
10.5 Catholic Pry School PMC	0	120,000	0	120,000	120,000	-
10.6 Khrofarhar Pry School PMC	0	280,000	0	280,000	280,000	-
10.7 khorofhar Pry School PMC	0	800,000	0	800,000	800,000	-
10.8 Kajaja II Pry School PMC	0	280,000	0	280,000	280,000	-
11.0 Halanle Primary School	0	0	2,600,000	2,600,000	-	2,600,000
11.1 afarshanle Primary School	0	0	1,800,000	1,800,000	-	1,800,000

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11.2 Gumaray Primary School	0	0	1,600,000	1,600,000	1,600,000	-	1,600,000
11.3 Waberi Primary School	0	0	1,000,000	1,000,000	1,000,000	1,000,000	-
11.4 Hodhan Primary School	0	0	3,600,000	3,600,000	3,600,000	3,600,000	
11.5 Township Primary School	0	0	3,600,000	3,600,000	3,600,000	3,600,000	
11.6 Catholic Primary School	0	0	2,400,000	2,400,000	2,400,000	2,400,000	
11.4 ahmedliban Primary School	0	0	1,600,000	1,600,000	1,400,000	200,000	
11.5 Hanadaki Primary School	0	0	900,077	900,077	900,077	-	900,077
11.6 Catholic Primary School	0	2,000,000	0	2,000,000	1,900,000	100,000	
<b>Primary School subtotals</b>							



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	27,800,000	10,010,000	24,500,077	62,310,077	54,415,000	7,895,077
<b>8.0 Secondary Schools Projects</b>						
8.1 Hon DM AMIN girls sec school	2,400,000	-	-	2,400,000	2,280,000	120,000
8.2 Chief adano Girls Secondary School	1,800,000	-	-	1,800,000	1,800,000	-
8.2 Chief adano Girls Secondary School	2,400,000	-	-	2,400,000	2,280,000	120,000
8.3 Jogbaru Girls Secondary School	2,000,000	-	1,800,000	3,800,000	3,800,000	-
8.4 Khorofharar Secondary School	1,000,000	-	-	1,000,000	900,000	100,000
8.6 Riba Girls Sec School	3,600,000	-	-	3,600,000	2,800,000	800,000
8.7 Riba Girls Sec School	1,600,000	-	1,800,000	3,400,000	3,320,000	80,000
8.8 Riba Girls Sec	7,500,000	-	-	7,500,000	7,500,000	-

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School									
8.9 Riba Girls Secondary School	700,000	-			700,000		700,000		-
9.0 Senior Chief Adano Girls Secondary School	595,000	-			595,000		595,000		-
9.0 Waberi Girls Secondary School	4,800,000	-			4,800,000		4,560,000		240,000
9.1 Waberi Girls Secondary School	1,800,000	-	1,800,000		3,600,000		3,600,000		-
9.2 Waberi Girls Secondary School	1,800,000	-			1,800,000		1,710,000		90,000
9.3 Waberi Girls Secondary School	7,500,000	-			7,500,000		7,500,000		-
9. 4 Waberi Girls Secondary School	4,000,000	-			4,000,000		3,900,000		100,000
9.5 Waberi Girls Secondary School	900,000	-			900,000		900,000		-



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9.6 Waberi Girls Secondary School	2,300,000	-		2,300,000	2,300,000	-
9.7 Waberi Girls Secondary School	700,000		700,000	700,000	700,000	-
9.8 Waberi Mixed day Secondary School	2,500,000		2,000,000	4,500,000	4,375,000	125,000
9.9 Ahmedliban Secondary School	-		3,155,802	3,155,802	3,155,802	-
10.0 Wajirbor Secondary School	2,400,000			2,400,000	1,900,000	500,000
11.3 Waberi mix day Sec School	900,000			900,000	900,000	-
12 Senior chief adanogirls Secondary School	7,500,000			7,500,000	7,500,000	-
11.8 Furaha Girls Secondary School	-		100,000	100,000	0	100,000
11.9 Hon D.M Sec	-		1,800,000	1,800,000	0	1,800,000

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School PMC									
12.0 Khorof harar Sec School PMC	-	-	1,500,000	1,500,000	1,500,000	0	0	1,500,000	
12.4 sabunley Sec School PMC	-	-	2,000,000	2,000,000	2,000,000	0	0	2,000,000	
12.5 Wajir Girls Sec School PMC	-	800,000	-	800,000	800,000	0	0	800,000	
<b>Subtotal for secondary School projects</b>	<b>60,695,000</b>	<b>800,000</b>	<b>15,955,802</b>	<b>77,450,802</b>	<b>77,450,802</b>	<b>68,975,802</b>	<b>68,975,802</b>	<b>8,475,000</b>	
<b>Transfer to Government Units</b>	<b>88,495,000</b>	<b>10,810,000</b>	<b>40,455,879</b>	<b>139,760,879</b>	<b>139,760,879</b>	<b>123,390,802</b>	<b>123,390,802</b>	<b>16,370,077</b>	
NGCDF OFFICE /OTHERS									
13.1 Wajir East NGCDF office	274,372	0.00		274,372	274,372	274,372	274,372	0	
13.2 Wajir East Sub- county Education Office	0	0.00	1,570,470	1,570,470	1,570,470	0	0	1,570,470	
13.3 Wajir East NGCDFC Office	0		2,500,000	2,500,000	2,500,000	0	0	2,500,000	
<b>GRAND TOTALS</b>	<b>137,088,879</b>	<b>20,628,304</b>	<b>49,008,879</b>	<b>206,726,062</b>	<b>206,726,062</b>	<b>182,094,835</b>	<b>182,094,835</b>	<b>24,631,227</b>	

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the Entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury)



## **IX. 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 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-WAJIR 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.

#### **Tax Receipts**

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

**Transfers from the Exchequer**

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

**SIGNIFICANT ACCOUNTING POLICIES**

**External Assistance**

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30<sup>th</sup> June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

**Other receipts**

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is 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 public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements

### **SIGNIFICANT ACCOUNTING POLICIES**

#### **5. In-kind contributions**

In-kind contributions are donations that are made to the Entity 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 Entity 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 the Central Bank of Kenya and 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

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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 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. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. 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 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 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.





## **SIGNIFICANT ACCOUNTING POLICIES**

### **11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1<sup>st</sup> July 2019 to 30<sup>th</sup> June 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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 30<sup>th</sup> June 2019.

### **14. Errors**

Material prior period errors shall be 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**

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

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**X. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

<b>Description</b>		<b>2021-2022</b>	2020-2021
		<b>Kshs</b>	<b>Kshs</b>
Normal Allocation	AIE NO. B138912		15,000,000
	AIE NO.B 104689		19,000,000
	AIE NO.B 823743		33,809,724
	AIE NO. B104579		1,558,000
	AIE NOB 124689		9,000,000
	AIE NO:B119678		8,500,000
	AIE NO: B126033		12,000,000
	AIE NO.B0128310		6,900,000
	AIE NO B132364		6,000,000
	AIE NO B132071		6,000,000
	AIE NO B119717		12,000,000
	AIE NO B103120		11,000,000
	AIE NO B0140764		13,000,000
	AIE NO B12625		7,000,000
	AIE NO B125325	25,555,801	
	AIE NO B126325	44,000,000	
	AIE NO 105581	22,000,000	
	AIE NO 105955	5,000,000	
	AIE NO 128732	12,000,000	
	AIE NO 154238	12,000,000	
	AIE NO 154455	21,088,879	
	AIE NO 395027	21,000,000	
<b>TOTAL</b>		<b>162,644,680</b>	<b>160,767,724</b>



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**2. Compensation of Employees**

<b>Description</b>	<b>2021/2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
NGCDFC Basic Staff Salaries	6,000,000	5,280,000
<b>Total</b>	<b>6,000,000</b>	<b>5,280,000</b>

**3. Use of goods and services**

	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Committee allowances	1,068,976	1,854,630
Utilities, supplies and services	1,386,399.25	58,520
Communication, supplies and services	-	546,940
Domestic travel and subsistence	600,000	433,600
Training expenses	1,999,560	1,708,800
Office and general supplies and services	917,728	1,956,205
<b>Total</b>	<b>5,972,663</b>	<b>6,558,695</b>

**4. Transfer to other government entities**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers to National Government entities		
Transfers to primary schools (see attached list)	54,415,000	43,680,000
Transfers to secondary schools (see attached list)	68,975,000	26,870,000
<b>TOTAL</b>	<b>123,390,800</b>	<b>70,550,000</b>

**5. Other grants and other payments**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Bursary – secondary schools	10,000,000	10,979,000
Bursary – tertiary institutions	11,300,000	10,000,000

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Security projects (see attached list)	13,157,000	27,335,000
Sports projects (see attached list)	2,700,000	1,037,029
Environment projects (see attached list)	1,300,000	2,720,000
Emergency projects (see attached list)	8,000,000	5,720,000
<b>Total</b>	<b>46,457,000</b>	<b>57,791,029</b>

**6. Acquisition of Assets**

Description	2021-2022	2020-2021
	Kshs	Kshs
Purchase of office Furniture and general equipment	274,372	0
<b>TOTAL</b>	<b>274,372</b>	<b>0</b>

**7 Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	2021-2022	2020-2021
	Kshs	Kshs
Kenya Commercial Bank, Wajir Branch Branch . Wajir East NG-CDF A/C no.1146215614	1,178,149	20,628,304
<b>Total</b>	<b>1,178,149</b>	<b>20,628,304</b>

**8 Balances Brought Forward**

Description	2021 - 2022	2020- 2021
	Kshs	Kshs
Bank Accounts	20,628,304	40,304
<b>Totals</b>	<b>20,628,304</b>	<b>40,304</b>

**9/ Project Management Committees Bank Account Balances**

Description	2021 - 2022	2020- 2021
	Kshs	Kshs
Project Management Bank Account Balances	1,910,502	243,924
<b>Totals</b>	<b>1,910,502</b>	<b>243,924</b>



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**ANNEX – 1 Unutilised Funds**

Name	Brief Description	Outstanding Balances	Outstanding Balances
		2021/2022	2020/202
<b>1.0 Administration and Recurrent</b>			
1.1 Compensation of employees	NGCDF Staff salaries	-	30,247
1.2 Committee allowances	NGCDF sitting Allowances	258,650	-
1.3 Use of goods and services	Supply of office Supplies	250	-
<b>Sub-Total Administration and recurrent</b>		<b>258,900</b>	<b>30,247</b>
<b>2.0 Monitoring and Evaluation</b>			
2.1 Capacity Building	Training of Staffs NGCDFC and PMC	440	-
2,2 Committee Allowances	NGCDFC M&E Allowances	13,603	-
2.3 Use of goods and Services	Supply of Office stationeries	-	0
<b>Subtotal for Monitoring and Evaluation</b>		<b>14,043</b>	<b>0</b>
3.0 Emergency Reserve	Emergency intervention of unforeseen occurrences		
		27,737	
<b>Subtotal for Emergency reserve</b>		<b>27,737</b>	<b>1,478,241</b>
<b>4.0 NGCDFC BURSARY</b>			
4.2 Secondary Schools	Awards of bursary to needy students	0	0
4.3 Tertiary Institutions	Awards of bursary to needy students	0	0
<b>Sub-Total for Bursary Awards</b>		<b>0</b>	<b>0</b>
5.0 Sports Activities			
5.1 Wajir East Schools Sports Tournament	Holding Constituency Sports Tournament	0	1,362,971
<b>Sub-Total for sports</b>		<b>0</b>	<b>1,362,971</b>
<b>6.0 Environmental Activities</b>			

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6.1 Environmental Activities	Supply of tree seedlings to Public Schools	900,000	1,210,000
<b>Total for Environmental Activities</b>		<b>900,000</b>	<b>1,210,000</b>
<b>7.0 SECURITY PROJECTS</b>			
7.1 Lambib Chiefs office	Construction of chiefs office	1,400,000	0
7.2 Riba Chiefs office	Construction of chiefs office	200,000	0
7.3 Khorofharar Chiefs Office	Construction of chiefs office	1,200,000	1,200,000
7.4 Khorofharar Deputy County Commissioners office	Completion of concrete wall –office	190,000	0
7.5 Wajir East OCPD office	Completion of concrete wall residence	-	2,000,000
7.6 Khorofharar Deputy County Commissioners office	Construction of two door toilet with septic tank	-	900,000
7.7 Riba Police Post	Construction of 4 door toilets with septic tank	-	1,800,000
7.8 Khorofharar Deputy County Commissioners office	Electrification works for DCC office and Residence	-	467,000
7.9 Khorofharar Deputy County Commissioners office		-	3,333,000
8.0 Khorofharar deputy County Commissioners office		-	90,000
8.1 Khorofharar deputy County Commissioners office		-	80,000
8.2 Wajir BOR Security PMC	Construction of 4 door toilet	-	80,000
8.3 Riba Police post	Construction of two staff quarters	-	177,928
8.4 Wajirbor Security PMC	Construction of chainlike fence and gate	-	100,000.00
8.5 Wajirbor PMC	Construction of staff quarters	-	65,000
<b>Sub-Total for Security Projects</b>		<b>2,990,000</b>	<b>10,192,928</b>



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<b>Grand Totals for other transfers and Grants</b>		<b>3,917,737</b>	<b>14,244,140</b>
<b>9.0 PRIMARY SCHOOL PROJECTS</b>			
9.1 ICF Primary School	Construction of two classrooms	90,000	0
9.2 Kafarsa Primary School	Construction of two classrooms	90,000	0
9.3 Kalakcha Primary School	Construction of two classrooms	280,000	0
9.4 Balatwein primary school	Construction of two classrooms	90,000	0
9.5 Catholic Primary School	Renovations of two classrooms	100,000	0
9.6 Wajir girls Primary School	Construction of two door toilets	45,000	0
9.7 Halanle Primary School	Construction of 4 door toilets with septic tank	2,600,000	0
9.8 afarshanle Primary School	Construction of 4 door toilets with septic tank	1,800,000	0
9,9 Gumaray Primary School	Construction of two classrooms	1,600,000	0
10.0 Waberi Primary School	Renovation of two classrooms	0	0
10.1 ahmedliban Primary School	Construction of two classrooms	200,000	0
10.2 Hanadaki Primary School	Construction of two door toilets with septic tank	900,077	0
10.3 Catholic Primary School	Construction of 4 door toilets with septic	100,000	0
10.4 Catholic Primary School	Digging and capping of one well	0	600,000
10.5 Catholic primary school	supply and installation of two 100,000 litres elevated Water tank	0	400,000
10.6 Catholic Primary School	Renovation of four classrooms	0	1,600,000
10.7 Gumaray Primary School	Construction of two classrooms	0	160,000

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10.8 Hodhsn Primary School	Construction of two classrooms	0	160,000
10.9 Jugbaru Primary School	Construction of two classrooms	0	800,000
11.0 Qarsa Primary School	Renovation of three classrooms	0	160,000
11.1 Township Primary School	Construction of 4 classrooms	0	1,500,000
11.2 volunteer Primary School	Renovation of three rooms administrative blocks	0	
11.3 Waberi Primary School	Renovations of classrooms three rooms	0	900,000
11.4 Wajir Girls Primary School	construction of 4 door toilets with septic tanks	0	1,600,000
11.5 ahmedliban Primary School	Construction of two classrooms	0	1,600,000
11.6 Baladwen Primary School	Construction of two classrooms	0	1,600,000
11.7 Handaki Primary School	Construction of two door toilets with septic tanks	0	900,077
11.8 Makaror Primary School	Construction of two door toilets with septic tanks	0	376,212
11.9 Catholic Primary School	Renovations of six classrooms	0	3,300,000
12.0 Catholic Primary School	Construction of 8 pit latrines with septic tank	0	3,600,000
12.1 halanle Primary School	Construction of 5 door toilets with septic tanks	0	2,600,000
12.2 Afarshanle Primary School	Construction of 4 door toilets with septic tanks	0	2,600,000
12.3 Baladwen Primary School	Construction of 2 door toilets with septic tanks	0	1,200,000
12.4 Catholic Primary School	Construction of 10 door toilets with septic tanks	0	4,700,000
12.5 volunteer Primary School	Construction of 3 pit latrines with septic tank	0	1,200,000



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12.6 Riba Primary school	Renovations of three classrooms	0	75,000
12.7 Afarshanle Primary School	Construction of two classrooms	0	100,000
12.8 Bojigaras Primary School	Construction of two door toilets with septic tanks	0	45,000
12.9 Waberi Primary School	Construction of 4 door toilets with septic tanks	0	90,000
13.0 waberi Girls primary	Construction of 4 door toilets with septic tanks	0	90,000
13.1 Got Ade Primary School	Construction of 4 door toilets with septic tanks	0	90,000
13.2 halanle Primary School	Construction of 4 door toilets with septic tanks	0	90,000
13.3 Kajaja Primary School	Construction of 2 door toilets with septic tanks	0	500,000
13.4 Salama Primary School	Construction of two classrooms	0	80,000
13.4 volunteer Primary School	Renovations of two classrooms	0	900,000
13.5 Jugbaru Primary School	Constructions of two classrooms	0	80,000
<b>Sub total for Primary School Projects</b>		<b>7,895,077</b>	<b>34,696,289</b>
<b>14.0 Secondary Schools Projects</b>			
14.1 Hon DM AMIN girls sec school	Construction of three classrooms	120,000	0
14.2 Chief adano Girls Secondary School	Construction of administration Block	120,000	0
14.3 Khorofharar Secondary School	Renovation of administration block	100,000	0
14.4 Riba Girls Sec School	Construction of two classrooms	800,000	0
14.5 Riba Girls Sec School	Construction of two classrooms	80,000	0
14.6 Waberi Girls Secondary School	Construction of administration block	240,000	0

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14.7 Waberi Girls Secondary School	Renovation of 3 classrooms	90,000	0
14.8 Waberi Girls Secondary School	Construction of door toilets	100,000	0
14.9 Waberi Mixed day Secondary School	Renovation of administration block	125,000	0
15.0 Wajirbor Secondary School	Renovation of classrooms	500,000	0
15.1 Furaha Girls Secondary School	Construction of two classrooms	100,000	0
15.2 Hon D.M Sec School PMC	Supply of Science laboratory	1,800,000	0
15.3 Khorofharar Sec School PMC	Construction of 4 door toilets with septic tank	1,500,000	0
15.4 sabunley Sec School PMC	Construction of 4 door toilets with septic tank	2,000,000	0
15.5Ahmedliban Sec School	Construction of kitchen and store	800,000	0
15.6 Furaha girls Secondary School	Constructions of two classrooms	0	1,500,000
15.7 Riba Girls Secondary School	Constructions of two classrooms	0	1,600,000
15.8 Riba Girls Secondary School	Construction of kitchen and store	0	2,000,000
15.9 Wajir High School	Renovations of 4 classrooms	0	1,800,000
16.0 Hon D.M Girls Secondary School	Supply of Science laboratory	0	1,800,000
16.1 Jugbaru Girls Secondary School	Construction of three classrooms	0	80,000
16.2 waberi mixed day secondary school	Renovation of administration block	0	600,000
16.3 Ahmedliban Secondary School	Construction of four door toilets with septic tanks and water elavated water tank	0	1,800,000
16.4 Sabunley Secondary School	Construction of four door toilets with septic tanks	0	2,000,000
16.5 Riba Girls Secondary School	Construction of two classrooms	0	1,800,000
16.6 Riba Girls Secondary School	Construction of two	0.	80,000



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	classrooms		
16.7 Khorofharar Secondary School	Renovation of kitchen and store	0	100,000
16.8 Hon D.M Girls Secondary School	Construction of two classrooms	0	0
16.9 Riba Girls Secondary School	Construction of two classrooms	0	135,000
17.0 Riba Girls Secondary School	Construction of kitchen and store	0	931,037
17.1 Riba Girls Secondary School	Construction of staff quarters	0	100,000
17.2 Khorofharar Secondary School	Renovation of 80 bed dormitory	0	150,000
<b>Subtotal for secondary School projects</b>		<b>8,475,000</b>	<b>16,596,037</b>
<b>Subtotal for Transfersto other Governments units</b>		<b>16,370,077</b>	
<b>18.0 NGCDF OFFICE /OTHERS</b>			
18.1 Wajir East Sub county Education Office	Renovation of Sub county adult offices	1,570,470	1,570,470
18.2 Wajir East NGCDFC Office	Construction of concrete wall	2,500,000	2,500,000
<b>sub totals for NGCDF OFFICE /OTHERS</b>		<b>4,070,470</b>	<b>4,070,470</b>
<b>GRAND TOTALS</b>		<b>24,631,227</b>	<b>69,637,183</b>

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**ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) 2020/2021</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2021/2022</b>
Land	Not valued	0	0	0
Buildings and structures	5,000,000	0	0	5,000,000
Office equipment, furniture and fittings	3,186,941	274,372	0	3,461,313
ICT Equipment, Software and Other ICT Assets	500,000	0	0	500,000
<b>Total</b>	<b>8,686,941</b>	<b>274,372</b>	<b>0</b>	<b>8,961,313</b>



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**ANNEX4 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2022**

PMC	Bank	Account number	Bank Balance	Bank Balance
Description			2021/2022	2020/2021
1.Riba Primary School	KCB Wajir Branch	1105532631	0	7,560
2. Qahira Primary School	KCB Wajir Branch	1104776294	0	10,500
3 BojiGaras Primary School	KCB Wajir Branch	1124172564	0	10,200
4. Waberi Primary School	KCB Wajir Branch	1268806951	0	10,150
5.Wajir Girls Primary School	KCB Wajir Branch	1259519708	0	13,650
6.Halanle Primary School	KCB Wajir Branch	11104660032	0	25,000
7.Wajir Bor Primary School	KCB Wajir Branch	1124172564	0	12,000
8.Volunteer Primary School	KCB Wajir Branch	1237131723	0	12,350
9. Township Primary School	KCB Wajir Branch	1104660032	0	13,950
10. Hodhan Primary School	KCB Wajir Branch	1256957097	0	12,980
11. Jogbaru Primary School	KCB Wajir Branch	1237131723	0	14,000
12.Wajir East Primary Sch.	KCB Wajir Branch	110593558	0	10,000
13. Riba Girls Secondary Sch	KCB Wajir Branch	1252093535	0	20,000
14. Hon D.M Secondary Sch	KCB Wajir Branch	1238151723	0	15,000
15.Khorofharar Sec school	KCB Wajir Branch	1258896958	0	13,200
16.Wajir bor secondary sch	KCB Wajir Branch	1269826951	0	1,750
17 .Jogbaru Secondary Sch	KCB Wajir Branch	1288506751	0	2,100
18. Wajir Girls Sec School	KCB Wajir Branch	1298876958	0	2,352.20
19.Wajir Bor AP camp PMC	KcbWajir Branch	12677006655	0	5,165
20 Riba Police Camp Pmc	KCB Wajir Branch	1278806111	0	4,567
21.Khorofharar DCC PMC	KCB Wajir Branch	126806671	0	12,450
22.Khorofharar DCC Residence PMC	KCB Wajir Branch	1297606951	0	15,000
23. Riba Girls Secondary School PMC	KCB Wajir Branch	1252095535	15,741.90	0
24 Senior Chief Adano Girls	KCB Wajir Branch	1286408172	2,943	0

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PMC	Bank	Account number	Bank Balance	Bank Balance
25. Ahmedliban Day Sec Sch	KcbWajir Branch	1135346909	1,222,738.95	0
26. Hon D.M Girls Secondary School	KCB Wajir Branch	1224820436	620,247.00	0
27. Furaha Girls Secondary School	KCB Wajir Branch	1287569323	1,275.00	0
28. WajirBor Boys Secondary School	KCB Wajir Branch	1215654197	2743	0
29. Waberi Primary School	KCB Wajir Branch	1129089185	1,400	0
30. Balaytwein primary School	KCB Wajir Branch	1279307463	380	0
31. Volunteer Primary School	KCB Wajir Branch	1271635291	1,580	0
32. Catholic Primary School	KCB Wajir Branch	1105217744	4,236	0
33. Boji garas Primary School	KCB Wajir Branch	1268806951	1050.66	0
34. EL ali Primary School	KCB Wajir Branch	129519709	3,000	0
35. El bay Primary School	KCB Wajir Branch	1104660072	10,500	0
36. Got Ade Primary School	KCB Wajir Branch	1124172664	12,245	0
37 ICF Primary School	KCB Wajir Branch	1237138727	980.24	0
38. Kafarsa Primary School	KCB Wajir Branch	1104661072	846.09	0
39. Kalakcha Primary School	KCB Wajir Branch	1237131723	1000.52	0
40. Tawakal Primary School	KCB Wajir Branch	1105935558	500	0
41 Lambib Primary School	KCB Wajir Branch	1267706655	890	0
42. Afarshanle Primary Sch	KCB Wajir Branch	1278806111	740	0
43. Riba Primary School	KCB Wajir Branch	1297606951	540.6	0
44. Wajir Primary School	KCB Wajir Branch	1237131723	750.35	0
45 Got ade Primary School	KCB Wajir Branch	11044660032	735.8	0
46 Qahira Primary School	KCB Wajir Branch	1252093535	670.45	0
47. Lambib Primary School	KCB Wajir Branch	1269826951	808.56	0
48 Gumaray Primary School	KCB Wajir Branch	1237131723	1958.5	0
<b>Totals</b>			<b>1,910,501.62</b>	<b>243,924.20</b>



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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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
001	<p>Unsupported Emergency Expenses The statements of receipts and payments for the year ended 30<sup>th</sup> June 2021 and as reflected in note 5 to the financial statements reflects other grants and other payments of ksh57,791,029.00 included in this figures are kshs 5,720,000 on emergency projects .</p> <p>a. There were no water trucking schedules/acknowledgment letters signed by the school headteachers attached .</p> <p>b)NGCDFC Minutes approving the payments were not</p>	<p>The water trucking schedules and duly signed letters were retrieved from the Project Management files from the respective institutions and the same would be availed to be the auditors for scrutiny. Copies of the NGCDFC Minutes was availed to auditors</p>	Awaiting Response From Auditors	3months

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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)
	attached to the payment vouchers .			
002	Secondary Educations In the transfer to secondary school contracts worth KShs 2,345,000.00 were awarded to contractors which did not have valid tax compliance and permits as required by law in the evaluation reports. Projects files worth Kshs 4,035,000 availed for audit did not contain forms of tender, businessquestionnaire s and handing over reports.	The tender documents in questions were availed toaudit during audit response since it was contained and retrieved from the PMC bank Account	Awaiting response from auditors	
003	In the transfers to Securitykshs 9,335,000.00 Tender register was note maintained .No professional Opinions There were no Regret letters in the file	Professionalopinions,Tender register and all the other tender documents in question were availed during the audit response.	Awaiting response from auditors	3 Months



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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
004	In the NGCDFC Asset register includes office land that do not have any form of land ownshesip and valuation report	NGCDF Wajir East held an extra ordinary meeting to approve formal request to the Wajir County Government to process the allotment letter to NGCDF Wajir East on the ownshership on the parcel of land in question .The allotment letter is in process and would availed when the document is availed .	Not resolved	3 months