

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

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

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

PARLIAMENT
OF KENYA
LIBRARY

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

Revised Template 30th June 2022



TURKANA EAST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

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I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Turkana East Constituency NGCDF day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)

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

ii. National Government Constituency Development Fund Committee (NGCDFC)

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Kwena Stephen
2.	Sub-County Accountant	Michael Odhiambo
3.	Chairman NGCDFC	Michael Etubon Aparo
4.	Member NGCDFC	Everlyne Ekaudu

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Turkana East Constituency NGCDF. The reports and recommendation of ARMC when adopted by the NGCDF Board are forwarded to the Constituency Committee for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) Turkana East Constituency NGCDF Headquarters

P.O. Box 260-30500
Lokori Market
Next to the DCC Office
LODWAR, KENYA

(f) Turkana East Constituency NGCDF Contacts

Telephone: (254) 723978417
E-mail: ngcdfturkana@ngcf.go.ke
Website: www.go.ke

(g) Turkana East Constituency NGCDF Bankers

Kenya commercial Bank
Lodwar Branch
P.o Box 135-30500
Lodwar

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC Chairman's Report



Turkana East Constituency had a final budget for the year ended 30 June 2022 amounting to Kshs.212,786,024 comprising of approved budget for the F/Y 2021/22 amounting to Kshs 137,088,879.31, Kshs 75,706,145 for F/Y 2020/2012 and AIE of kes 268,000 . The constituency had received Kshs 212,786,024 during the year. from the board representing 100% of the allocation in the year, Which the Management used to construct 38 classrooms and equipping with 2160 desks for primary schools, representing 30% of the budget Constructed 1 storey building consisting of 4 classroom, administration block and 2 laboratories' and 4 classrooms in secondary schools representing 16% of the budget 27% of its budget was use to pay school fees as a Bursary for the needy students in the constituency..

The actual budget of the year was 78% for the funds that were received, however the overall performance was 89.5% was utilized , 46% of the funds received went into constructing classrooms and equipping with desks , representing our commitment to have more classrooms for in schools to meet the needs of the pupils and students, Little was done on environment by constructing 24 doors of pit latrines more is needed to be done

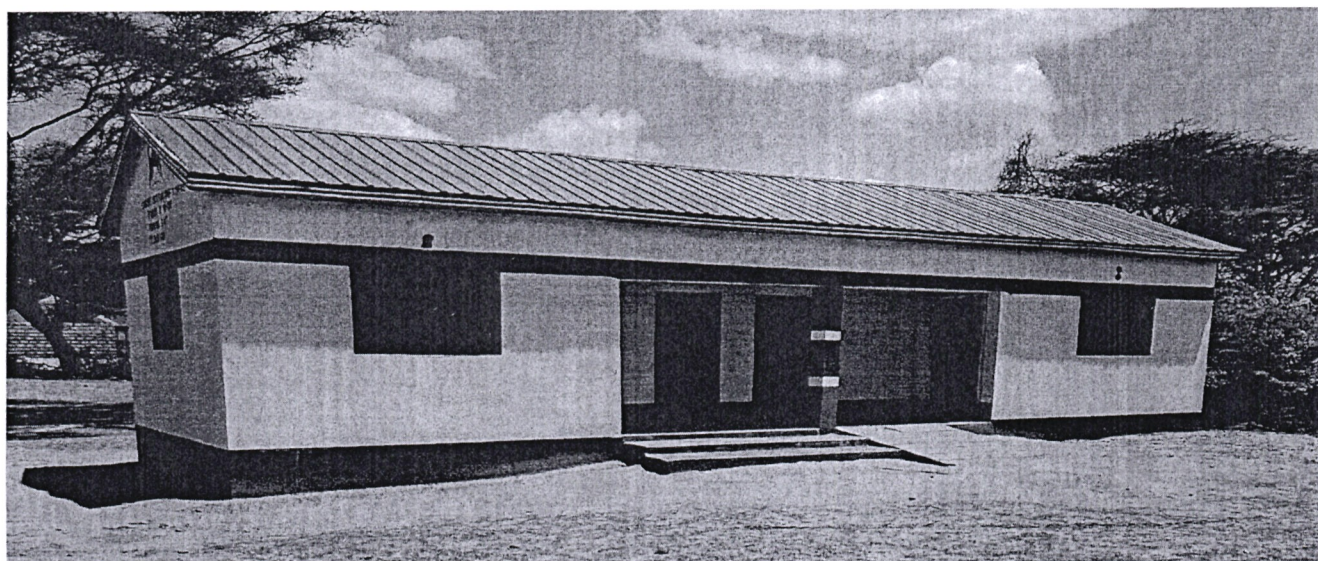
On security only 6% of the funds was spend

The fund constructed facilities in the education sector where it build classrooms and furnished with desks and dormitories; security sector where constructed a chiefs office an fenced the police station

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

The following table shows a preview of the performance of the constituency

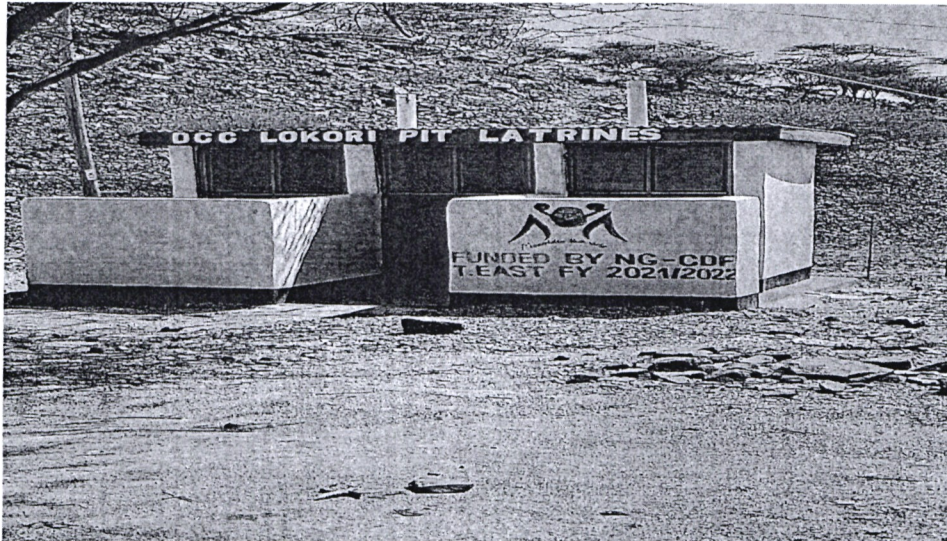
Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	30,609,266	45,088,879	212,787,024	212,787,024	0	100.0%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts		8000		8,000	8,000	-	100.0%
TOTAL RECEIPTS	137,088,879	30,617,266	45,088,879	212,795,024	212,795,024	0	100.0%
PAYMENTS							
Compensation of Employees	4,518,112	1,553,577	1,977,020	8,048,709	4,443,149	3,605,540	55.2%
Use of goods and services	7,819,887	1,025,322	1,573,832	10,419,041	8,838,013	1,581,020	84.8%
Transfers to Other Government Units	78,016,895	18,950,000	9,500,000	106,466,895	101,604,299	4,862,596	95.4%
Other grants and transfers	46,733,985	8,820,367	31,944,098	87,498,449	74,861,446	12,637,010	85.6%
Acquisition of Assets	0	0	93,930	93,930	80,400	13,530	85.6%
Other Payments	0	0	0	0	-	-	#DIV/0!
	0	268,000	0	268,000	-	268,000	
TOTAL	137,088,879	30,617,266	45,088,879	212,795,024	189,827,307	22,967,717	89.5%



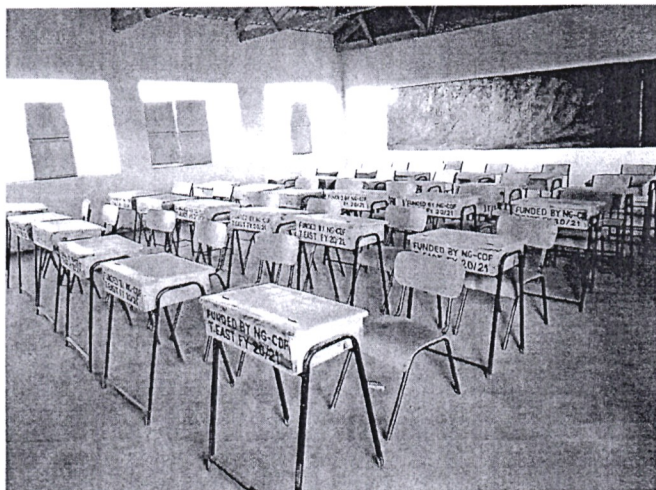
Lokori Location Chiefs Office



Lokori Chief Office



DCC Lokori 3 door Pit Latrines



Kapelor Primary School Desks



Lotubae Girls 200 Students Capacity Hostel

Challenges and way forward

The security remains a serious challenge to the residents as some projects cant be utilised and some contractors cant fulfil their contracts

Quality portable water is still a challenge even to the schools use hence some of the works end not being properly done

The line ministry officials ie works officer are few hence timely response to technical issues takes time

MAA

.....
Name: Michael Etubon Aparo
CHAIRMAN NGCDF COMMITTEE

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

Introduction

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

The key development objectives of *Turkana East Constituency 2018-2022* plan are to:
(Enumerate all the objectives of the constituency as per the Strategic Plan)

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels 	Number of classrooms in primary school increased from 107 to 1158 With 2160 Desks Number of laboratories remained at 1 to 1 in secondary schools there are two that are under constructions Number of dormitories increased from 5 to 9 in secondary school Number of administration blocks remained at 3 Number of Libraries remained at 1 Bursary to secondary schools Tertiary and Universities were

Turkana East Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

				highly competitive due increased enrolments with 27% of the fund being utilised
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	Number of renovated Police houses remained at 1 Number of Armories constructed remained at 5 Number of police camps constructed remained at 7
Environment	Improve sanitation in the schools and the general public	Open defecation in schools is reduced to help reduce cholera outbreak	No of Toilets constructed	Improve sanitation in the schools and the general public The no of pit latrines constructed 24 doors
Sports	Empower and develop youth and special groups to	Reduced dependence and spur economic growth through Sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme remained at 28
Emergency	Respond to urgent issues in the constituency			One issue was reported

IV. Environmental and Sustainability Reporting

Turkana East NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

To ensure sustainability of Turkana East NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

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

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

2. Environmental performance

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

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to

continually build on their skills and knowledge. Turkana East constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

Turkana East NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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



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Kwena Stephen

FAM

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Turkana 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, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Turkana East Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Turkana East Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

REPUBLIC OF KENYA

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



Enhancing Accountability

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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund -Turkana East Constituency set out on Pages 1 to 34,

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

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

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

Basis for Qualified Opinion

1. Inaccuracy of Bank Balance

The statement of assets and liabilities reflects bank balance of Kshs.22,742,674 as disclosed in Note 10A to the financial statements. Review of bank reconciliation statements revealed unpresented cheques of Kshs.11,447,923 out of which cheques amounting to Kshs.5,309,108 were stale and had not been reserved in the cashbook or replaced. In addition, a payment of Kshs.70,000 in bank statements had not been recorded in the cash book.

In the circumstances, the accuracy and completeness of bank balance of Kshs.5,379,108 could not be confirmed.

2. Inaccuracy of Fixed Assets

Annex 4 on summary of fixed assets register reflects historical assets cost amount of Kshs.30,760,320 while the assets register reflects Kshs.29,532,642 resulting to an unexplained variance of Kshs.1,147,277. In addition, the register includes land, computers and accessories whose values have not been determined and are not included in the financial statements. Further, there was no title deed to support land ownership.

In the circumstances, accuracy, completeness and ownership of fixed assets balance of Kshs.30,760,320 could not be confirmed.

3. Unsupported Project Management Committee Bank Balance

Annex 5 reflects project management committee (PMC) bank balance of Kshs.37,793,298 held in forty-two (42) project bank accounts. However, the respective cash books, bank reconciliation statements, certificates of bank balance and bank statements were not provided for audit.

In the circumstances, accuracy and completeness of project management committee bank balance of Kshs.37,793,298 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund -Turkana East Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final payments budget of Kshs.212,795,024 and actual on comparable basis of Kshs.189,827,307 resulting in an under expenditure of Kshs.22,967,717 or 11% of the budget.

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

2. Unresolved Prior Year Matters

The Management has not addressed audit issues in Auditor General report for financial year 2020/2021 contrary to Section 68(2)(l) of the Public Finance Management Act, 2012 which require accounting officers designated for National Government Entities to try to resolve any issues resulting from an audit that remain outstanding.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing

else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Weaknesses in Project Implementation

During the year under review forty-two (42) projects and activities were allocated Kshs.137,088,879. However, only thirty-four (34) projects worth Kshs.97,196,672 were completed while five (5) projects allocated Kshs.13,700,000 were ongoing, one (1) projects allocated Kshs.18,500,000 appeared to be abandoned and funds for two (2) projects amounting to Kshs.7,692,207 were not disbursed. In addition, physical verification of twelve (12) schools in March, 2023 with an allocation of Kshs.34,216,895 revealed that classrooms were constructed, lockers, desks, benches and tables were supplied but the gutter and ceiling works were not done. Further, the construction of a two hundred (200) bed capacity dormitory at Kshs.3,800,000 was completed but not in use.

In the circumstances, value for money on incomplete, abandoned and not in use projects could not be confirmed.

2. Delayed Disbursement of Funds

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Kshs.182,177,758. The amount includes Kshs.45,088,879 or 25% of total receipts budgeted for in financial year 2020/2021. The late disbursements contravene Section 39(2) of the National Government Constituencies Development Fund Act, 2015 which states that the disbursement of funds to the Constituency Fund account shall be effected at the beginning of the first quarter of each financial year with an initial amount equivalent to twenty-five per centum of the allocation for the constituency and thereafter the Constituency Fund account shall be replenished in three equal instalments at the beginning of the second, third and fourth quarters of the financial year.

In the circumstances, the Board was in breach of the law resulting in delay in implementation of approved projects or programs.

3. Irregular Procurement of Repairs Services

The statement of receipts and payments reflects use of goods and services amount of Kshs.8,838,013 as disclosed in Note 5 to the financial statements. The amount includes routine maintenance of assets amount of Kshs.1,548,552 out of which Kshs.1,460,852 was motor vehicle repairs. However, there was no evidence of competitive bidding for the services. This was contrary to Section 106 (2) (b) of the Public Procurement and Asset Disposal Act, 2015 which requires the Accounting officer of a procuring entity to ensure that the request for quotation to be given to as many persons as necessary to ensure effective competition and shall be given to at least three persons, unless that is not possible;

In the circumstances, Management breached the law.

4. Irregular Procurement of Beds

Note 6 to the financial statements reflects transfer to tertiary institutions amount of Kshs.5,000,000 which was transferred to Turkana East Training Institute for purchase, supply and delivery of four hundred (400) double decker beds at Kshs.4,000,000 and construction of soak pit at Kshs.1,000,000. However, the double decker beds were procured using request for quotation instead of open tender since the value exceeded Kshs.3,000,000 threshold for quotations. This was contrary to Regulation 91(1) of the Public Procurement and Disposal Regulation 2020 and Second Schedule which requires that the maximum level of expenditure under this method is Kshs.3,000,000. In addition, project verification in March, 2023 revealed that only two hundred (200) double decker beds and fifty (50) chairs were delivered instead of four hundred (400) double decker beds without evidence of contract variation. This was contrary to Section 150 of the Public Procurement and Asset Disposal Act, 2015 which states that (1) An accounting officer shall be responsible for ensuring that the goods, works and services are of the right quality and quantity. In addition, physical verification in March, 2023 revealed that the hostel is not in use.

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

5. Irregular Procurement of Construction Works

Note 6 to the financial statements reflects transfer to secondary schools' amount of Kshs.33,304,299 out of which Kshs.18,500,000 was transfer to Katilia Girls Secondary School for the construction to completion of one-storey building, an administration block, laboratory, ablution block and purchase of lockers and chairs. The tender was awarded at a contract sum of Kshs.26,167,965 and the contract agreement signed on 05 May, 2022. However, there was no evidence of any advertisement contrary to Section (96) (1) of the Public Procurement and Asset Disposal Act, 2015 which requires that those who may wish to submit tenders be informed. In addition, there was no evidence of appointment of tender opening committee and the tender evaluation committee contrary to Regulation 25 of the Public Procurement and Disposal Regulations, 2020. Further, there was no evidence of professional opinion prepared by procurement professional contrary to Section (84)(1) of the Public Procurement and Asset Disposal Act, 2015. In addition, physical verification in March, 2023 revealed no works were ongoing and the project appeared to be abandoned.

In the circumstances, Management was in breach of law and value for money on transfer of Kshs.18,500,000 could not be confirmed.

6. Failure to Properly Constitute Bursary Committee

Note 7 to the financial statements reflects bursary disbursements to tertiary institutions and secondary schools amount of Kshs.57,927,462. The bursary awards were done by a bursary sub-committee which did not include area education officer or a representative

from the Ministry of Education. This was contrary to Constituency Development Fund Board circular reference VOL1/111 dated 13 September, 2010 which requires that a subcommittee of Constituency Development Fund to manage the bursary scheme should include two co-opted members one who must be an education officer, or an officer seconded from Ministry of Education.

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

7. Lack of a Constituency Oversight Committee

During the year under review there was no constituency oversight committee. This was contrary to Section 53(1) of National Government Constituencies Development Act, 2015 which states that there is established a Constituency Oversight Committee for projects undertaken under this Act.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material

misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or 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 comply 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 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 controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

15 June, 2023

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

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	182,177,758	161,367,724
Proceeds From Sale of Assets	2	-	150,000
Other Receipts	3	8,000	72,000
Total Receipts		182,185,758	161,589,724
Payments			
Compensation Of Employees	4	4,443,149	3,649,749
Use Of Goods and Services	5	8,838,013	7,026,986
Transfers To Other Government Units	6	101,604,299	98,000,000
Other Grants and Transfers	7	74,861,446	22,657,603
Acquisition Of Assets	8	80,400	2,191,850
Other Payments	9	-	-
Total Payments		189,827,307	133,526,188
Surplus/(Deficit)		(7,641,549)	28,063,536

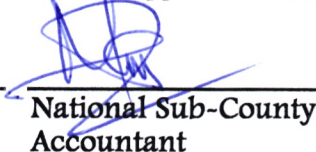
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

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



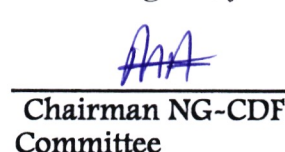
Fund Account Manager

Kwena Stephen



**National Sub-County
Accountant**

**Michael Odhiambo
ICPAK M/No:**



**Chairman NG-CDF
Committee**

Michael E Aaparo

*Turkana East Constituency
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VIII. Statement of Assets and Liabilities As At 30th June, 2022

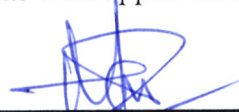
	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	22,742,674	31,250,784
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		22,742,674	31,250,784
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		22,742,674	31,250,784
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	371,637	641,518
Total Financial Liabilities			
Net Financial Assets		22,371,037	30,609,266
Represented By			
Fund Balance B/Fwd	13	30,609,266	2,545,730
Prior Year Adjustments	14	(596,680)	
Surplus/Deficit for The Year		(7,641,549)	28,063,536
Net Financial Position		22,371,037	30,609,266

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

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



Fund Account Manager



National Sub-County
Accountant



Chairman NG-CDF
Committee

Name:

Name:
ICPAK M/No:

Name:

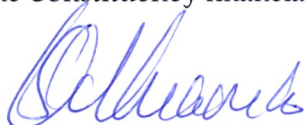
Turkana East Constituency
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IX. Statement of Cash Flows for the Year Ended 30th June 2022

	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	182,177,758	161,367,724
Other Receipts	3	8,000	72,000
Total Receipts		182,185,758	161,439,724
Payments			
Compensation Of Employees	4	4,443,149	3,649,749
Use Of Goods and Services	5	8,838,013	7,026,986
Transfers To Other Government Units	6	101,604,299	98,000,000
Other Grants and Transfers	7	74,861,446	22,657,603
Other Payments	9		
Total Payments		189,746,907	131,334,338
Total Receipts Less Total Payments			
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15		
Increase/(Decrease) In Accounts Payable	16	(866,561)	(641,518)
Prior Year Adjustments	14	(866,561)	(641,518)
Net Cash Flow from Operating Activities		(8,427,710)	30,746,904
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	150,000
Acquisition Of Assets	8	(80,400)	(2,191,850)
Net Cash Flows from Investing Activities		(80,400)	(2,041,850)
Net Increase In Cash And Cash Equivalent		(8,508,110)	28,705,054
Cash & Cash Equivalent At Start Of The Year	10	31,250,784	2,545,730
Cash & Cash Equivalent At End Of The Year	10	22,742,674	31,250,784

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

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



Fund Account Manager



**National Sub-County
Accountant**



**Chairman NG-CDF
Committee**

Name:

**Name:
ICPAK M/No:**

Name:

**Turkana East Constituency
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X. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipts/Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization f=d/c %
	a	2021/2022	b	2021/2022				
		2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2021/2022	30/06/2022		
Receipts			Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	137,088,879		30,609,266	45,088,879	212,787,024	212,787,024	0	100.0%
Proceeds From Sale of Assets					0	-	-	0.0%
Other Receipts			8000		8,000	8,000	-	100.0%
Totals	137,088,879		30,617,266	45,088,879	212,795,024	212,795,024	0	100.0%
Payments								
Compensation Of Employees	4,518,112		1,553,577	1,977,020	8,048,709	4,443,149	3,605,560	63.6%
Use Of Goods and Services	7,819,887		1,025,322	1,573,832	10,419,041	8,838,013	1,581,028	84.8%
Transfers To Other Government Units	78,016,895		18,950,000	9,500,000	106,466,895	101,604,299	4,862,596	95.4%
Other Grants and Transfers	46,733,985		8,820,367	31,944,098	87,498,449	74,861,446	12,637,003	85.6%
Acquisition Of Assets				93,930	93,930	80,400	13,530	85.6%
Other Payments								
Funds Pending Approval**			268,000		268,000		268,000	
Totals	137,088,879		30,617,266	45,088,879	212,795,024	189,827,307	22,967,717	89.5%

***Funds 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.*

Explanatory Notes .

(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 commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

**Turkana East Constituency
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(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	22,967,717
Less undispursed funds receivable from the Board as at 30 th June 2022	22,967,717
Add Accounts payable	371,637
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	(596,680)
Cash and Cash Equivalents at the end of the FY 2021/2022	22,742,674

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





Fund Account Manager
National Sub-County Accountant
Chairman NG-CDF Committee

Name: _____ Name: _____ Name: _____
 ICPAK M/No: _____

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

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

Programme/Sub-programme	Original Budget 2021/2022 Kshs	Adjustments		Final Budget 2021/2022 Kshs	Actual on comparable basis 30/06/2022 Kshs	Budget utilization difference Kshs
		Opening Balance (C/BK) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,568,912	272,802	377,020	3,218,734	2,377,980	840,754
1.2 Committee allowances	1,040,000	355,771	385,322	1,781,093	1,633,300	147,793
1.3 Use of goods and services	2,667,221	29,551	213,850	2,910,622	3,058,791	(148,169)
1.4 NHIF	259,200		-	259,200	207,360	51,840
1.5 NSSF	190,000		100,000	290,000	78,750	211,250
1.6 Gratuity	1,500,000	1,280,775	1,500,000	4,280,775	1,779,059	2,501,717
Total	8,225,333	1,938,899	2,576,192	12,740,424	9,138,239	3,605,165
2.0 Monitoring and evaluation						
2.1 Capacity building	1,400,000		326,281	1,726,281	1,057,281	669,000
2.2 Committee allowances	712,666			712,666	110,250	602,416
2.3 Use of goods and services	2,000,000	640,000	648,378	3,288,378	2,978,399	309,979
Total	4,112,666	640,000	974,660	5,727,326	4,145,930	1,581,396
3.0 Emergency						
3.1 Primary Schools				-	-	-
3.2 Secondary schools				-	-	-
3.3 Tertiary institutions				-	-	-
3.4 Security projects				-	-	-
3.5 unutilised	7,192,207			7,192,207		7,192,207
Total	7,192,207	-	-	7,192,207	-	7,192,207
4.0 Bursary and Social Security						
4.1 Primary Schools				28,625,627	28,625,627	-
4.2 Secondary Schools	15,000,000	625,726	13,000,000	28,625,726	28,625,627	99
4.3 Tertiary Institutions	15,000,000	311,835	14,000,000	29,311,835	29,301,835	10,001
4.4 Universities			1,800,000	1,800,000		1,800,000

Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget 2021/2022	Adjustments Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
4.5 Social Security						
Total	30,000,000	937,561	28,800,000	59,737,561	57,927,462	1,810,099
5.0 Sports						
5.1	2,741,778	148,600	2,744,098	5,634,475	2,591,772	3,042,704
Total	2,741,778	148,600	2,744,098	5,634,475	2,591,772	3,042,704
6.0 Environment						
6.1 Napetom primary school	500,000			500,000	500,000	-
6.2 Napetom Police post	500,000			500,000		500,000
6.3 Namorutunga Primary School	700,000			700,000	700,000	-
6.4 Iopii primary school			400,000	400,000	400,000	-
6.5 NG CDF OFFICE				92,000		
Total	1,700,000			2,192,000	1,600,000	500,000
7.0 Primary Schools Projects (List all the Projects)						
7.1 Kapelor Primary School	3,000,000	-	1,500,000	4,500,000	4,500,000	-
7.2 Nawoiyakipor Primary School	3,000,000	-		3,000,000	3,000,000	-
7.3 Nabwelenyang Primary School	3,600,000	-		3,600,000	3,600,000	-
7.4 Nadome Primary School	3,000,000			3,000,000	3,000,000	-
7.5 Lokosimekori Primary School	3,000,000		3,000,000	6,000,000	6,000,000	-
7.6 Katilia Primary School	3,500,000			3,500,000	3,500,000	-
7.7 Naukotolen Primary School	1,700,000			1,700,000	1,700,000	-
7.8 Nakukulas Primary School	3,000,000			3,000,000	3,000,000	-
7.9 Lokori Girls Primary School	600,000			600,000	600,000	-
7.10 Koloong Primary School	3,000,000			3,000,000	3,000,000	-
7.11 Silale Primary School	600,000			600,000	600,000	-
7.12 Lotiman Primary	600,000			600,000	600,000	-
7.13 Katamanak Primary	2,300,000		1,500,000	3,800,000	3,800,000	-
7.14 Lomelo Primary School	3,000,000			3,000,000	3,000,000	-
7.15 Kidewa Primary School	600,000	1,500,000		2,100,000	2,100,000	-
7.16 Lokori Mixed primary school	4,600,000			4,600,000	4,600,000	-
7.17 Lotubae Primary School	3,000,000			3,000,000	3,000,000	-

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.18 Namaleny Primary School	1,500,000	1,000,000		2,500,000	2,500,000	-
7.19 Lokorkor Primary School	1,500,000	-		1,500,000	1,500,000	-
7.20 Huruma Primary School	3,000,000	1,500,000		4,500,000	3,000,000	1,500,000
7.21 Katilia Primary School		500,000		500,000	500,000	-
7.27 Kangitit primay school		1,500,000		1,500,000	1,500,000	-
7.29 Lomunyenkwan primary school		1,500,000		1,500,000		1,500,000
7.30 Kapedo mixed boarding primary		4,000,000		4,000,000	4,000,000	-
7.31 Lokicheda primary school		500,000		500,000	500,000	-
7.32 Lopii Primary school		200,000		200,000	200,000	-
7.32 Nayanaekaton Primary school		1,500,000		1,500,000	1,500,000	-
Total	48,100,000	13,700,000	6,000,000	67,800,000	63,300,000	4,500,000
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Morulem Mixed Secondary School	3,216,895	-		3,216,895	3,216,895	-
8.2Katilia girls secondary school	18,500,000	-		18,500,000	18,500,000	-
8.3Katilia girls secondary school		500,000		500,000	318,702	181,298
8.4Katilia girls secondary school		950,000		950,000	950,000	-
8.5Kangitit Boys secondary school	3,200,000	-		3,200,000	3,200,000	-
8.6 Kangitit girls secondary school			3,000,000	3,000,000	3,000,000	-
8.7 lotubae girls secondary school		3,800,000		3,800,000	3,800,000	-
8.8 lotubae girls secondary school			500,000	500,000	318,702	181,298
Total	24,916,895	5,250,000	3,500,000	33,666,895	33,304,299	362,596
9.0 Tertiary institutions Projects (List all the Projects)						
9.1 Turkana East Vocational College	5,000,000			5,000,000	5,000,000	-

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Programme/Sub-programme	Original Budget	Adjustments	Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/BK) and AIA				
Total	2021/2022	AIA				
10.0 Security Projects	5,000,000		-	5,000,000	5,000,000	-
10.1 Lokori chiefs office	2,600,000	-		2,600,000	2,600,000	-
10.2 Lokwamosing police		2,000,000		2,000,000	2,000,000	-
10.3 Kapedo Police post	2,500,000			2,500,000	2,500,000	-
10.4 Lokori Police station		1,200,000		1,200,000	1,200,000	-
10.5 Lokori Police station		4,442,206		4,442,206	4,442,206	-
Total	5,100,000	7,642,206	-	12,742,206	12,742,206	-
11.0 Acquisition of assets						
11.1 Motor Vehicles/ Cycles			93,930	93,930	80,400	13,530
Total	-		93,930	93,930	80,400	13,530
12.0 Others						
12.1 Strategic Plan						
13.0 unallocated fund		222,000		222,000		222,000
Unapproved projects		46,000		46,000		46,000
AIA		-				-
PMC savings		268,000		268,000		268,000
Total	137,088,879	30,617,266	45,088,879	212,795,024	189,827,307	22,967,717

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Turkana East Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

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

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

15. Related Party Transactions

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

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
AIE NO. B 105312	34,188,879	
AIE NO. B 105574	44,000,000	
AIE NO. B 105948	22,000,000	
AIE NO. B 128726	5,000,000	
AIE NO. B 163885	12,000,000	
AIE NO. B 154229	12,000,000	
AIE NO. B 154448	18,000,000	
AIE NO. B 155502	24,088,879	
AIE NO. B 888508	10,900,000	
AIE NO.B096929		15,000,000
AIE NO.B104684		20,000,000
AIE NO.A823736		34,367,724
AIE NO.B124680		9,000,000
AIE NO.B119669		8,500,000
AIE NO.B119708		13,000,000
AIE NO.B128301		6,900,000
AIE NO.B132355		6,000,000
AIE NO.B132061		6,000,000
AIE NO.B126024		13,000,000
AIE NO.B126316		7,000,000
AIE NO.B105111		10,600,000
AIE NO.B140757		12,000,000
TOTAL	182,177,758	161,367,724

2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	150,000
Receipts from sale of office and general equipment	-	
Receipts from the Sale Plant Machinery and Equipment	-	
Others (Tender Documents)	-	-
Total	-	150,000

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Notes To the Financial Statements (Continued)

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere(Tender Documents)	8,000	72,000
Total	8,000	72,000

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,437,290	3,347,347
Personal allowances paid as part of salary		-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,779,059	
Employer Contributions Compulsory national social security schemes	226,800	302,400
Total	4,443,149	3,649,749

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Notes To the Financial Statements (Continued)

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses		317,300
Utilities, supplies and services	34,706	15,000
Communication, supplies and services		31,195
Domestic travel and subsistence	2,883,381	-
Printing, advertising and information supplies & services		
Rentals of produced assets	-	-
Training expenses	-	1,292,100
Hospitality supplies and services	1,057,281	0,00
Other committee expenses	892,200	2,471,250
Committee allowance	110,250	554,000
Insurance costs	1,633,300	420,167
Specialized materials and services	-	
Office and general supplies and services	-	50,780
Fuel and oil and lubricants	114,760	717,850
Other operating expenses	397,000	
Bank service commission and charges	120,000	31,099
Routine maintenance – vehicles and other transport equipment	46,582	
Routine maintenance – other assets	1,548,552	1,126,245
Total	8,838,013	7,026,986

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	63,300,000	59,500,000
Transfers To Secondary Schools (See Attached List)	33,304,299	26,500,000
Transfers To Tertiary Institutions (See Attached List)	5,000,000	12,000,000
Total	101,604,299	98,000,000

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Notes To The Financial Statements (Continued)

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	28,625,627	489,878
Bursary – tertiary institutions (see attached list)	29,301,835	1,169,484
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	12,742,207	15,000,000
Sports projects (see attached list)	2,591,778	-
Environment projects (see attached list)	1,600,000	4,198,241
Emergency projects (see attached list)	-	1,800,000
Total	74,861,446	22,657,602

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	80,400	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	606,070
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	1,160,000
Acquisition of Land	-	425,780
Total	80,400	2,191,880

Notes To the Financial Statements (Continued)

9. Other Payments

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

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Notes To The Financial Statements (Continued)

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Kenya Commercial Bank, Account No. Turkkana East CDF 11470472 Kes</i>	22,742,674	31,250,784
Total	22,742,674	31,250,784
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

11: Outstanding Imprests

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

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

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Notes to the Financial Statement Continued

12A. Retention

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

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	641,518	-
Prior year Adjustments	596,680	
Gratuity held during the year (B)	1,779,059	762,709
Gratuity paid during the Year (C)	(2,645,620)	(121,191)
Closing Gratuity as at 30 th June D= A+B-C	371,637	641,518

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	30,609,266	2,545,730
Cash in hand	-	-
Imprest	-	-
Total	30,609,266	2,545,730

14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-		-
Cash in hand	-		-
Accounts Payables	-	596,680	-
Receivables	-		-
Others (<i>specify</i>)	-		-
Total	-	596,680	-

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	1,238,198	-
Deposit and Retentions held during the year (B)	1,779,059	-
Deposit and Retentions paid during the Year (C)	2,645,620	-
Closing account payables D= A+B-C	371,637	-
Changes in Accounts Payable E= D-E	(866,561)	-

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Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	213,500	-
Supply of services	443,068	-
Total	656,568	-

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	-	264,715
Others (<i>specify</i>)	-	-
Total	-	264,715

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	3,605,560	1,349,812
Use of goods and services	1,581,028	2,198,668
Amounts due to other Government entities (see attached list)	4,862,596	28,700,000
Amounts due to other grants and other transfers (see attached list)	12,637,003	39,892,740
Acquisition of assets	13,530	508,150
Gratuity	-	2,780,775.00
unallocated	268,000	268,000
Total	22,967,717	75,698,145

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	37,793,298	12,015,450
Total	37,793,298	12,015,450

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Annexes
Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To- Date c	Outstanding Balance 2022 d=a-c	Comments
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7. Westmark Kenya motors autopaint and garate- Tires	213,500		-	213,500	
8.					
9.					
Sub-Total					
Supply of services					
10. Westmark Kenya motors autopaint and garate- Services	443,068		-	443,068	
Sub-Total					
Grand Total	656,568			656,568	

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Annex 2 - Analysis of Pending Staff Payables

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

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	Pay Salaries	3,605,561		
Use of goods & services	Purchase of Goods	1,581,020		
Amounts due to other Government entities				
Huruma Primary school	Construct 1 classroom with 50 Desks	1,500,000		
Lomuyenkwan primary	Construct 1 classroom with 50 Desks	1,500,000		
Nayenakaton primary	Construct 1 classroom with 50 Desks	1,500,000		
Katilla Girls sec school	To purchase insurance	181,298		
Lotubae Girl	To purchase insurance	181,298		
Sub-Total		4,862,596	28,700,000	
Amounts due to other grants and other transfers				
Environment	Construct Pit Latrines	592,000		
sports	Carry Out Sports	3,042,704		
Bursary	Pay Bursary to needy students	10,099.00		
Social security	Pay social security	1,800,000		
Emergency	Meet Emergency in the constituency	7,192,207		
Sub-Total		12,637,010	39,892,741.00	
Acquisition of assets	Maintain motor bike,	13,530		
Sub-Total		13,530	508,150	
Sub-Total				
Funds pending approval	Awaiting Board Approval	268,000	268,000	
Grand Total		22,967,717	75,698,145.00	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land				
Buildings and structures	14,500,000	80,400	-	14,580,400
Transport equipment	12,041,070	-	-	12,041,070
Office equipment, furniture and fittings	3,533,070	-	-	3,533,070
ICT Equipment, Software and Other ICT Assets	605,780	-	-	605,780
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	30,679,920	80,400	-	30,760,320

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

PMC	Bank	Account number	DATE A/C OPENED	Bank Balance 2021/22	Bank Balance 2020/21
Lokicheda Primary school	KCB	1158409109	23.08.2014	258	307,701
Lopeduru Primary School	KCB	1276792409	15.08.2020	40,204	41,395
Silale Primary School	KCB	1276811519	17.08.2020	871,719	698,975
Namalteny Primary School	KCB	1157386644	01.08.2020	19,032	16,549
Napeitom Primary School	KCB	1279265744	12.10.2020	149,058	403,609
Lomuyenakwan Primary School	KCB	1136412859	12.09.2012	13,959	14,250
Kanuge Primary School	KCB	1157385753	01.08.2014	232,516	233,707
Kidewa Primary School	KCB	1280521171	13.11.2020	639,478	34,475
Nadoto Primary SCHOOL	KCB	1157736793	08.08.2014	29,643	31,899
AIC Lokwi Primary School	KCB	1232792896	17.05.2018	17,083	18,474
Eman Man Primary School	KCB	1171209703	10.06.2015	6,364	7,555
Lokwi Primary School	KCB	1236781619	06.08.2018	17,083	18,474
Echoke Primary School	KCB	1157385656	01.08.2014	3,505,402	1,098,845
Lokanusio Primary School	KCB	1165591189	16.12.2014	6,129	503,820
Lomelo Primary School	KCB	1263033008	21.08.2019	3,004,418	302,109
Lokori Mixed Primary School	KCB	1285405684	03.05.2021	3,704	255
Lotubae Primary School	KCB	1270274899	28.01.2020	3,003,569	501,260
Nakwasinyon Primary School	KCB	1165591014	16.12.2014	14,676	813,432

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PMC	Bank	Account number	DATE A/C OPENED	Bank Balance 2021/22	Bank Balance 2020/21
Lopii Primary School	KCB	1238167179	04.09.2018	4,373	17,204
Kadam Primary School	KCB	1286229863	03.06.2021	53,206	819,945
Kapedo Mixed Primary School	KCB	1157028381	24.07.2014	8,001	501,432
Lomomung Resettlement /GSU	KCB	1232792896	17.03.2018	6,911	69,353
Kaaruko Primary School	KCB	1279266643	12.10.2020	2,784	3,975
Elelea Primary School	KCB	1133682413	29.03.2012	2,679	2,805
RCEA Young Yu Primary School	KCB	1279431350	15.10.2020	3,525	4,716
Katilia Girls Secondary	KCB	1260909433	18.07.2019	8,490,974	29,870
Lokori Police station	KCB	1279955562	29.10.2020	336,361	1,779,954
AIC Huruma mixed Primary School	KCB	1292715138	21.01.2022	595,845	-
Lokori Chiefs Office	KCB	1293734918	24.02.2022	10,935	-
Katilia Primary School	KCB	1291648291	07.12.2021	865,975	-
kwolong Primary school	KCB	1292703563	20.01.2022	4,165	-
Lokwamosing police	KCB	1290864586	08.11.2021	2,650	-
Nawoiykipor Primary School	KCB	1294476688	19.03.2022	553,375	-
Katamanak primary school	KCB	1289157677	14.09.2021	2,302,775	-
Kangitit Boys secondary school	KCB	1289075545	11.09.2021	3,205,930	-
Namorutunga Primary school	KCB	1165591308	16.12.2014	700,106	306
lokori girls primary school	KCB	1297299310	16.06.2022	597,950	-

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PMC	Bank	Account number	DATE A/C OPENED	Bank Balance 2021/22	Bank Balance 2020/21
Nadome Primary school	KCB	1297159403	13.06.2022	299,975	-
Lotubae Secondary School	KCB	1234843633	28.06.2018	8,390	3,510
Nabwelenyang primary school	KCB	1292741856	21.01.2022	1,942,855	-
Nakukulas primary school	KCB	1285387835	30.04.2021	3,002,975	248,975
Morrlem Mixed Secondary School	KCB	1297252829	15.06.2022	3,216,290	-
Lorkorkor Primary School NGCDF	KCB	1136413359			1,670,606.80
Lotubae Primary School	KCB	1270274899			501,260.00
Nakwasinyon Primary School	KCB	1165591014			513,431.55
Lopii Primary School	KCB	1238167179			17,204.00
Silale Primary School	KCB	1276811519			698,975.00
Kaaruko Primary School	KCB	1279266643			3,975.00
Namalteny Primary school	KCB	1157386644			16,549.00
Nadoto Primary School	KCB	1157736793			31,898.55
Lomunyenakwan Primary	KCB	1136412859			14,250.00
Lokwi primary School	KCB	1236781619			18,474.00
Total				37,793,298	12,015,450

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
<i>2020-2021-1-01-0128-09/08</i>	The statement of receipts and payments for the year ended 30 June, 2021 does not fairly state the bursaries to secondary schools Delay in fund disbursements results in delay of projects or programs in approved budget and therefore denies the residents of Turkana East Constituency the services and benefits accruing from completed projects.	The Financial statement was amended This is beyond the management , for the funds are from the exchequer	Awaiting the OAG response This is being handled at the Board level	
	The management of Turkana East NG - CDF should ensure that the constituency bursary subcommittee is	The Management has made the arrangement on the Bursary Committee		

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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)
	established in accordance with the Board directive and that proper documentation is done on the processing and award of bursaries			
	The management should ensure that budgeted fund are adequately utilized for the residents to benefit. from services accruing from such Funds	The Management is working on speedy procurement procedures		
	Failure to utilize all the funds as budgeted for is an indication that programs or activities were not implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Turkana East Constituency	<i>NG-cdf Turkana East Management strives to achieve targets to utilize all its budgeted funds However there are conditions that are beyond its reach like insecurity and Drought to the project beneficiaries and we wouldn't risk funds in such situations</i>	The procurement procedures shall be scaled up	
	The management should ensure all payments are adequately supported	<i>Please find the attached tender, opening, award acceptance and completion documents for the said projects</i>	The tender documents were availed to the auditors	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	The FAM Manager should adhere to Public Procurement And Assets Disposal Act, 2015.	The motor cycle from Toyota Kenya was acquired under the government agreement (annex iii) and the management is still waiting for the log book	The Log is yet to be processed	Soon

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Collins

Name
Fund Account Manager.