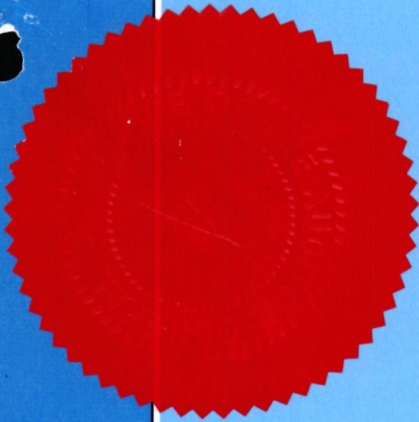



REPUBLIC OF KENYA



Enhancing Accountability



 THE NATIONAL ASSEMBLY PAPERS LAID	
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THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – ISIOLO SOUTH CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2020**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - ISIOLO SOUTH
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)-
ISILOLO SOUTH CONSTITUENCY
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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)- ISIOLO SOUTH CONSTITUENCY

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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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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 current 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

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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.

(b) Key Management

The NGCDF Isiolo South 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 30th June 2020 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Pauline Mwangi
2.	Sub-County Accountant	Nicolas Wambua
3.	Chairman NGCDFC	Abdullahi Hassan Roba

(d) Fiduciary Oversight Arrangements

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

P.O. Box 11
NGCDF Building
Next to Garbatulla County Hall
Garbatulla, KENYA

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(f) NGCDF Isiolo South Constituency Contacts

Telephone: (254) 725506597
E-mail: isiolosouth@ngcdf.go.ke
Website: www.go.ke/isiolonorth.go.ke

(g) NGCDF Isiolo South Constituency Bankers

1. Consolidated Bank
Isiolo Branch

(h) Independent Auditors

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

(i) Principal Legal Adviser

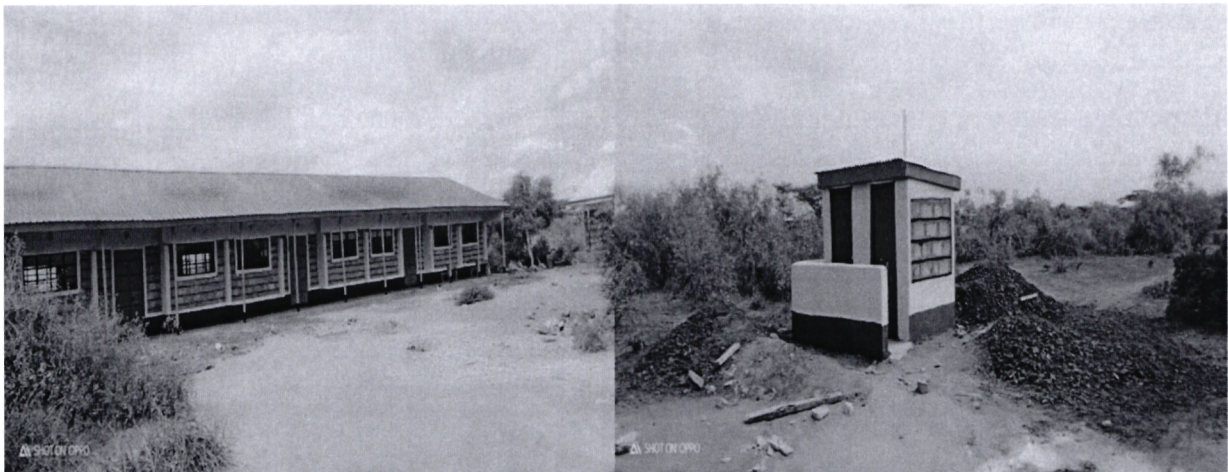
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

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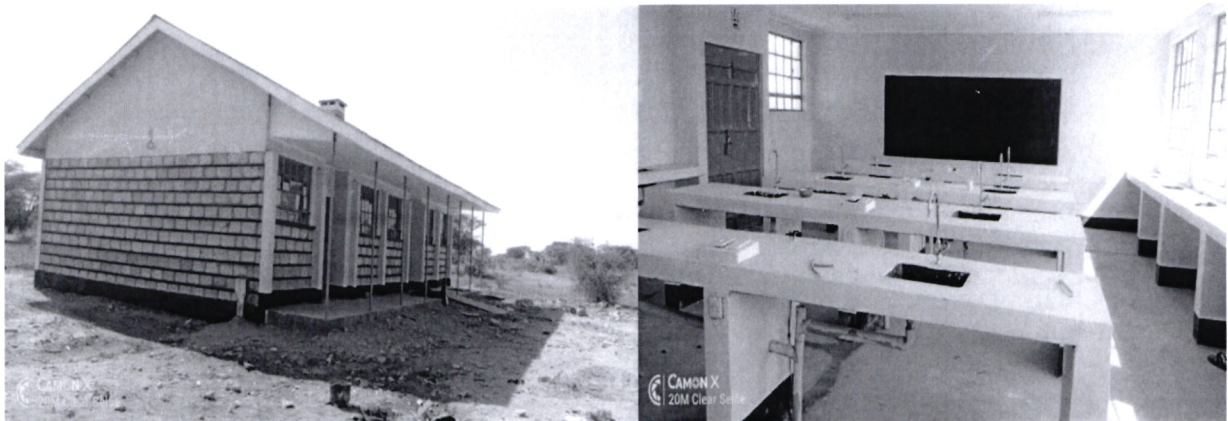
II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

It gives me great pleasure to provide the foreword to the Isiolo South National Government Constituencies Development Fund Annual Reports and Financial Statements for 2019-2020.

During the 2019-2020 Financial Year, we set out to improve on our overall operations and on Education, we began to map out keenly the needs of our institutions of learning, both primary and secondary schools. This was aimed at ensuring that no single needy institution is left out in terms of infrastructural development. This has resulted in a more targeted approach to resource allocation. In doing this, we were also cognisant of the need to ensure that we don't spread our resources too thin as to make any meaningful impact.

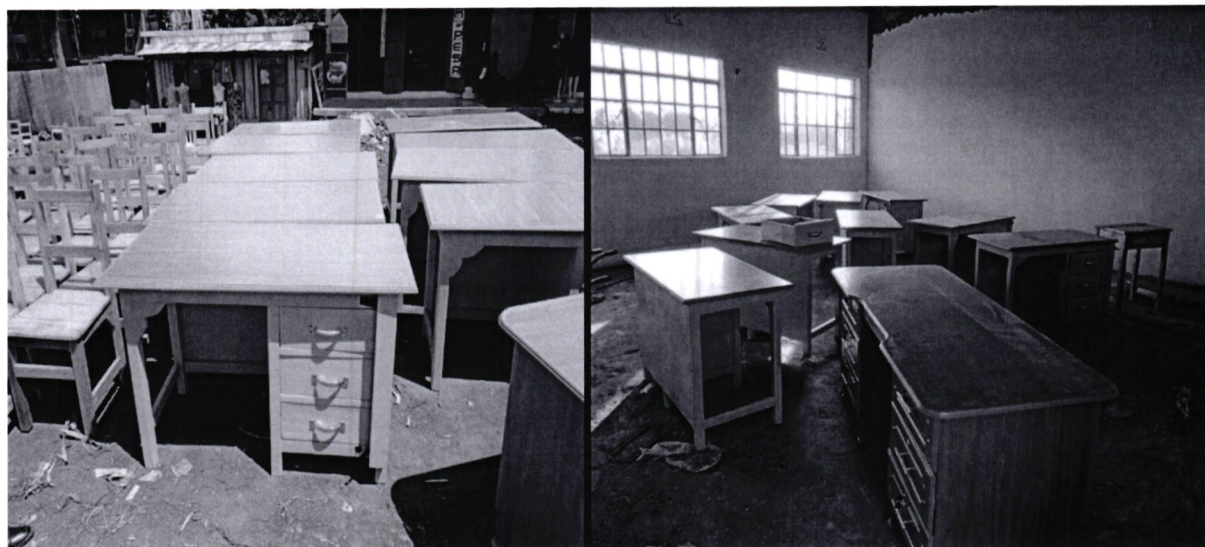


Abargarse primary school classrooms & latrines project



Laboratory project at Gafarsa day secondary school

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Algani girls day School Furniture Projects

List emerging issues related to the entity

1. There have been many challenges since some sectors were devolved and therefore could no longer be funded by NG-CDF. Due to this some projects have stalled and this has caused a lot of complaints from the community members.
2. Another challenge is delay in release of funds from the National Government Constituency Development Fund Board causing delay in implementation of the projects.
3. All in all, the fund has been a success and many community members have benefited from it especially the education sector which has greatly been transformed through construction of classes, laboratories, dining halls and educating needy students through the bursary kitty.
4. The youths have also not been left since they have been motivated through the sports kitty through buying them sports uniforms, boots and balls for various football leagues in the constituency.

CHALLENGES AND ACHIEVEMENTS

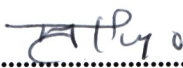
1. Records of work could not be accessed in some projects because the secretary was not in school.
2. Low capacity of some project management committees who were not able to prepare good record of work.
3. The constituency is so extensive and projects are many hence all of them could not be visited.

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4. The exercise has instilled financial discipline to project management committees
5. The issue of filing project returns has been embraced by all project management committees
6. Some of the project management committees have not complied with the branding and labelling of NG-CD projects
7. Distance and poor roads led to incompleteness of projects due to high cost of transporting materials

CONCLUSION AND RECOMMENDATION

1. Proper utilization of funds by the project management committees
2. The NGCDFC internal control system need to do vigorous monitoring and evaluation to ensure good progress of all funded projects and quality work is done.
3. There is need to train PMC members on pertinent information relating to project implementation to acquire relevant skills for effective participatory monitoring and evaluation to ensure effective implementation of projects.
4. All project management committees have complied with labelling NGCDF funded projects.


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CHAIRMAN ISIOLO SOUTH NGCDFC

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III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

The key development objectives of NGCDF- *ISIOLO SOUTH* Constituency's 2018-2022 strategic plan are to:

- a) Improve infrastructure in all schools
- b) To have all children of school going age attending school
- c) To have morally upright and economically engaged youths
- d) Ensure equal representation and gender equality
- e) Reduce insecurity in the community
- f) Upgrade the working environment of the l administrators like the police officers, chiefs, assistant chiefs
- g) Nurture the talents of the youths through sports activities

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved	- number of usable physical infrastruct	In FY 19/20 -we increased number of classrooms,

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		transition to secondary schools and tertiary institutions	<p>ure build in primary, secondary, and tertiary institutions</p> <p>- number of bursary beneficiaries at all levels</p>	dormitories, laboratories, administration blocks, toilets e.t.c from 20 to 70 in the following schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	-Reduce insecurity incidences -Upgrade the working environment of the local administrators	Favourable working environment for the local administrators	Good structures for local administrators	Number of constructed chiefs' offices increased from 2 to 10 Number of assistant chiefs' offices increased from 2 to 7
Environment	Ensure a more sustainable and well-kept environment through planting of trees and soil erosion conservation through proper drainage systems	-Planting of tree seedlings to schools to improve the forest cover - School compounds landscaping to curb soil erosion	-Number of trees planted -Number of schools undergone landscaping	-Number of trees planted increased from 100 to 1000 -Number of schools undergone landscaping increased from 0 to 5
Sports	-Nurture the talents of the youths through sports activities	Improved independence and shoot economic growth through sports activities	Number of youth teams benefitting from the sports programme	Number of youth groups benefitting from the sports programme increased from 15 to 50
Disaster Management	Ensure enough preparation against uncertainties	Set aside emergency fund to cater for unforeseen occurrences	Number of uncertainties prevented	Number of uncertainties prevented increased from 2 to 6

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IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

NG-CDF Isiolo South Constituency 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.

I. Sustainability Strategy and Profile

Isiolo south NG-CDFC strives to operate along with the guidelines and procedures stated in the NG-CDF Act that help in focusing on the service deliver and drive to better performance with the involvement of both internal and external stakeholders on matters development towards poverty eradication.

The significance of this was attributed to our vision, mission and core values as provided for in our strategic plan.

Model	Definition	Relevance to sustainable strategy
Vision	To be a renowned Constituency in advocating for all round socio-economic development and sustainability	What the constituency is striving for in the future that influence the strategies, purpose and aspirations put in place
Mission	To involve all the stakeholders in the development process of the Constituency in order to achieve desires development goals	This communicates what the office does to attain sustainable developments
Core Values	Transparency, Accountability, Integrity, Honesty, Equality, Equity	These are the norms , principles and beliefs that the office upholds in order to follow the right path towards attainment of the set objectives

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

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which we operated included projects identification, allocation of funds, approval, implementation and monitoring

II. Environmental Performance

Environment Policy and Action Plan

Protection of the environment in which we live and operate is part of Isiolo south 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

In this policy statement Isiolo south NG-CDF commits to:

- ✓ Comply 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 CDFC 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 performance.
- ✓ Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

Our Environmental Action Plan

Isiolo south NG-CDF 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:

Impact Area	Approach
Capacity Building	Promote environmental awareness by sensitizing the Isiolo south NG-CDFc, NG-CDFc staff and

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	PMCs on good conservation practices • To encourage, through regular communication to Isiolo south NG-CDFc, staff , and other stakeholders changes in individual behaviour to reduce usage
Conservation of Energy and Resources	To maximize use of available technologies to remove the need to use paper <ul style="list-style-type: none"> • To encourage our clients to engage with us using electronic means where possible • To maximize on rain water harvesting • To make energy efficiency a key factor in the selection of any new energy devise being purchased • To invest in available energy saving technologies and devices within our existing premises
Environmental Protection and Conservation	To promote use of volt guards to control power surges <ul style="list-style-type: none"> • We have constructed culverts and gabions to prevent soil erosion • To encourage tree planting in the constituency to improve the forest cover. • To promote purchase and installation of fire extinguishers to aid in extinguishing and controlling fires
Pollution Control and Waste Management	To ensure that all paper waste is recycled <ul style="list-style-type: none"> • To ensure segregation of waste • To ensure proper human waste disposal through construction of pit latrines, septic and soak pit tanks

III. Employees' Welfare

TERMS AND CONDITIONS OF SERVICE

This highlights the general rules governing employment of NG-CDFC staff in such matters as appointments, promotions and related matters.

Categories of Employment

Isiolo south 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 line with the statutory requirements. Casual employees are hired to perform specific duties on a daily 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.

Recruitment Procedure

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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 following:

- ✓ Job title
- ✓ 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
- ✓ Closing date for receipt of applications

Appointment of a selection and Interview subcommittee

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

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.

Offer of Appointment

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.

Letters of Appointment

A written contract of service that is signed by the Fund Account Manager and the NG-CDFc Chairperson 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.

Orientation and Induction of employees

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.

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Promotions

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 is only made by the NG-CDFC resolution

HEALTH, SAFETY AND WELL BEING

This provides guidelines on the health, safety and well-being of the office staff.

Guidelines to General Safety

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

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.

Emergency Preparedness

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 and suitable protective clothing and appliances.

Reporting of an Accident

Immediately an accident or development of an occupational disease resulting in death or injury to an officer comes to the notice of the officer under whom he/she is directly deployed, the supervisor should make a claim for compensation in accordance with the procedure set out in the Occupational Safety and Health Act 2007 and Work Injury Benefits Act 2007.

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Guidance and Counselling

The current challenges in the workplace and family environment affects the performance and wellbeing of an officer. To address these challenges, the office undertakes guidance and counselling of the affected staff however, consultation with family members or support system may be sought when deemed necessary.

Health Care Services

The staffs, including spouses and children is eligible to affordable health care services and to benefit from the NHIF medical scheme as statutory deductions are done and remitted on a monthly basis

HIV/AIDS

HIV and AIDS is a major challenge facing officers in and out of the Institute.

It poses a big threat to the individual, the family and the public Service. It is in cognizance of this that the Institute has put in place care and support programs for the infected and affected officers to enable them remain productive.

HIV/AIDS shall be treated like any other challenging issue at the workplace. All officers of the Institute shall have a role to play in the wider struggle to mitigate the effects of the pandemic. An officer shall not be discriminated or stigmatized on the basis of HIV status.

It is an offence for any person to discriminate another on the ground of actual, perceived or suspected HIV status.

It is the responsibility of the Fund Account Manager in liaison with NG-CDFC to minimize the risk of HIV/AIDS transmission by adopting first aid/universal infection control precautions at the workplace.

HIV/AIDS screening shall not be a requirement for job seekers, recruitment or for persons in employment.

Screening shall be confidential, voluntary and shall be after counselling. There shall be no disclosure of HIV/AIDS test results of any related assessment results to any person without the written consent of the officers.

Drug and Substance

Abuse Addiction to drugs or substance will be treated like any other disease. An officer who is determined to deal with drug and substance abuse problem by engaging in rehabilitation services will be referred by the office by a Government doctor for evaluation, within the limits and budgets endorsed by the NG-CDFC.

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Persons Living with Disability

An employee with impairment in his/her body will be expected to confirm their disability status with a doctor after medical examination. Once it is confirmed that he/she is disabled, the employee will register with the National Council for Person with Disabilities.

The employee will then present the registration certificate from the National Council for Persons with Disabilities to the Institute which will then recognize them as employees living with disabilities. The office shall provide facilities and effect such modification, whether physical, administrative or otherwise, in the workplace as may be reasonably required to accommodate persons with disabilities.

Sexual harassment and other forms of Harassment

Any staff of the office should not harass another officer sexually through, direct or indirect request for favours, use of language whether written or spoken of a sexual nature, use visual material of a sexual nature and show physical behaviour of a sexual nature which directly or indirectly subjects the person to behaviour that is unwelcome or offensive.

Disciplinary action will be taken against an officer of the Institute for harassing another person. Harassment may be based on racial, tribal, gender, marital status, religious or ethical belief, disability, age, political opinion, employment status, family status, sexual orientation, or involvement in the activities of an employee's organization.

The improper use of power based on administrative or Managerial status (i.e. the use of a position to insult, bully, dominate, manipulate, disadvantage or discriminate) may also constitute harassment.

Bullying – which means repeated, deliberate and targeted conduct by a person towards a staff member which is offensive, intimidating or humiliating and which detrimentally affects that member's well-being.

Reporting Harassment Cases

Any staff who believes that they have experienced some form of harassment should report harassment cases as outlined in the office complaints procedures manual.

IV. 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.

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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 anticorruption, 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 bidders

d) Product stewardship

In order to safeguard consumer rights and interests, the Isiolo south NG-CDFc 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,

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For the year ended June 30, 2020

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 stakeholder's 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 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.

***NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)-ISIOLO
SOUTH CONSTITUENCY***

Reports and Financial Statements

For the year ended June 30, 2020

- 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 carry out social audits as means to enhanced accountability in management of other devolved funds apart from NG-CDF constituency and other levels within the constituency.
- Increase public participation at all stages of project cycle funded under NG-CDF
- 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 Covid-19 Mitigation Measures Taking into consideration the current Corona Virus epidemic, in line with the Government's directive on reducing the chances of being infected or spreading COVID-19, the office resolved in aiding by taking the following precautionary measures.
- Bought 200 bottles of 500mls sanitizers for the office staff and the NGCDFC's
- The office purchased 2 hand wash tanks and basins for Garbatulla office and Isiolo office
- Bought 200 facial masks for office staff NGCDFC's

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)-ISIOLO SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 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.

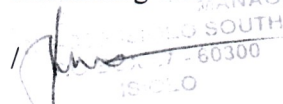
The Accounting Officer in charge of the NGCDF-Isiolo South Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 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-Isiolo South 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-Isiolo South 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.

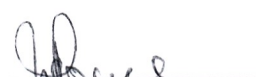
The Accounting Officer in charge of the NGCDF-Isiolo South Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the 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-Isiolo South Constituency financial statements were approved and signed by the Accounting Officer on 15/11/2020.

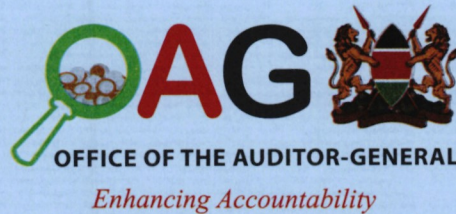

ISIOLO SOUTH
60300

Fund Account Manager
Name: Pauline Mwangi


National Sub-County Accountant
Name: Nicolas Wambua
ICPAK Member Number: 11736

REPUBLIC OF KENYA

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HEADQUARTERS
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P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - ISIOLO SOUTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Isiolo South Constituency set out on pages 22 to 55, which comprise of the statement of assets and liabilities as at 30 June, 2020, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Isiolo South Constituency as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in Unutilized Fund

Note 17.3 to the financial statements reflects Unutilized Fund nil comparative balances. However, the summary statement of appropriation - recurrent and development combined reflects total budget adjustments relating to unutilized fund for previous year balance totalling to Kshs.59,290,262 resulting to an unexplained and unreconciled variance of the same amount.

In the circumstances, the accuracy, completeness and validity of the Unutilized Funds nil balance for the year ended 30 June, 2020 could not be confirmed.

2. Unsupported Fuel, Oils and Lubricants

As disclosed in Note 5 to the financial statements, the statement of receipts and payments reflects use of goods and services amounting to Kshs.11,664,058. The balance includes, under fuel, oils and lubricants, an amount of Kshs.2,559,026 paid to two (2) suppliers for supply of fuel, oil and lubricants. However, supporting documents including requisition forms, quotations or framework agreements were not provided.

In the circumstances, the accuracy, completeness and validity of the expenditure totalling to Kshs.2,559,026 for the year ended 30 June, 2020 could not be confirmed.

3. Unsupported Bursaries

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects other grants and other payments totalling to Kshs.26,729,370. The balance includes bursaries to secondary schools amount of Kshs.3,010,000 and bursaries to tertiary Institutions amount of Kshs.4,842,090 in respect to bursaries and respectively both totalling to Kshs.7,852,090. However, audit review revealed that bursaries totalling to Kshs.1,904,090 were not acknowledged by the respective beneficiaries.

In the circumstances, the accuracy, completeness and validity of bursaries totalling to Kshs.1,904,090 for the year ended 30 June, 2020 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 - Isiolo South 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

Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.196,657,986, and Kshs.103,290,262 respectively, resulting to an under-funding of Kshs.93,367,724 or 47% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.196,657,986 and Kshs.92,950,908 respectively, resulting to an under expenditure of Kshs.103,707,078 or 53% of the budget.

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

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. Delay in Project Implementation

Review of the Project Implementation Status Report revealed that out of eighty-five (85) projects budgeted during the financial year under review at a cost of Kshs.175,339,878, a total of seventeen (17) projects had been completed at a cost of Kshs.43,141,690, twenty-three (23) projects budgeted to cost Kshs.58,441,800 were on going while forty-five (45) projects with a cost budget of Kshs.73,756,388 had not been started at the end of financial year.

Consequently, the public may not have received the planned benefits from unimplemented projects

2. Irregular Repairs at the Fund Office

Management paid an amount of Kshs.394,400 to a supplier for supply of hardware materials and minor repairs at the Fund Office. However, physical verification in November, 2020 revealed that the work was incomplete although full payment had been made. Further, minutes of Tender Evaluation, Inspection and Acceptance were not provided.

In the circumstances, the regularity and value of money for routine maintenance-other assets amount of Kshs.394,400 for the year ended 30 June, 2020 could not be confirmed.

3. Irregular Procurement

Management incurred an expenditure amounting to Kshs.197,795 paid for purchase of assorted office stationeries using low value method-direct procurement. This is contrary to Section 107(a) of the Public Procurement and Asset Disposal Act, 2015 which states that a procuring entity may use a low-value procurement procedure if the entity is procuring low value items which are not procured on a regular or frequent basis and are not covered in framework agreement.

In the circumstances, the regularity and value of money for the Kshs.197,795 purchase of assorted office stationery expenditure for the year ended 30 June, 2020 could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the

financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal 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 policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

04 November, 2021

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)-ISILOLO
SOUTH CONSTITUENCY**

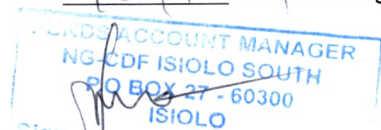
Reports and Financial Statements

For the year ended June 30, 2020

**VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH
JUNE 2020**

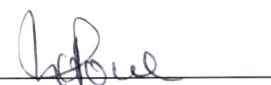
	Note	2019 - 2020	2018 - 2019
			Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	102,510,186	54,000,000
Proceeds from Sale of Assets	2	-	740,000
Other Receipts	3		-
TOTAL RECEIPTS		102,510,186	54,740,000
PAYMENTS			
Compensation of employees	4	1,757,480	1,041,886
Use of goods and services	5	11,664,058	22,276,278
Transfers to Other Government Units	6	52,800,000	9,500,000
Other grants and transfers	7	26,729,370	18,992,384
Acquisition of Assets	8	-	11,486,000
Other Payments	9	-	-
TOTAL PAYMENTS		92,950,908	63,296,548
SURPLUS/DEFICIT		9,559,278	(8,556,548)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Isiolo South Constituency financial statements were approved on 18/1 2020 and signed by:



Fund Account Manager

Name: Pauline Mwangi


National Sub-County Accountant
Name: Nicolas Wambua
ICPAK Member Number: 11736

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)-ISIOLO SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

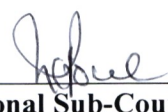
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2020

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	10,339,354	780,076
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		10,339,354	780,076
Current Receivables-Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		10,339,354	780,076
FINANCIAL LIABILITIES			
Accounts Payable-Retention	12A		
Gratuity	12B	-	-
NET FINANCIAL ASSETS		10,339,354	780,076
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	780,076	9,336,624
Surplus/Deficit for the year		9,559,278	(8,556,548)
Prior year adjustments	14		-
NET FINANCIAL POSITION		10,339,354	780,076

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Isiolo South Constituency financial statements were approved on 18/11/2020 and signed by:



Fund Account Manager
Name: Pauline Mwangi


National Sub-County Accountant
Name: Nicolas Wambua
ICPAK Member Number 11736

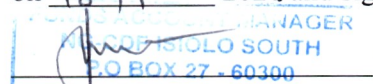
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)-ISIOLO
SOUTH CONSTITUENCY**

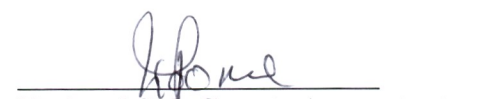
**Reports and Financial Statements
For the year ended June 30, 2020**

IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2020

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts for operating income			
Transfers from NGCDF Board	1	102,510,186	54,000,000
Other Receipts	3	-	740,000
		102,510,186	54,740,000
Payments for operating expenses			
Compensation of Employees	4	1,757,480	1,041,886
Use of goods and services	5	11,664,058	22,276,278
Transfers to Other Government Units	6	52,800,000	9,500,000
Other grants and transfers	7	26,729,370	18,992,384
Other Payments	9	-	-
		92,950,908	51,810,548
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15		
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		9,559,278	2,929,452
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		740,000
Acquisition of Assets	8		(11,486,000)
Net cash flows from Investing Activities		-	(10,746,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		9,559,278	(8,556,548)
Cash and cash equivalent at BEGINNING of the year	13	780,076	9,336,624
Cash and cash equivalent at END of the year		10,339,354	780,076

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Isiolo South Constituency financial statements were approved on 18/11 2020 and signed by:


Fund Account Manager
Name: Pauline Mwangi


National Sub-County Accountant
Name: Nicolas Wambua
ICPAK Member Number: 1736

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

i. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30TH JUNE 2020

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NG-CDF Board	137,367,724	59,290,262	196,657,986	103,290,262	93,367,724	53%
Proceeds from Sale of Assets				-	-	
Other Receipts			-		-	
TOTAL RECEIPTS	137,367,724	59,290,262	196,657,986	103,290,262	93,367,724	53%
PAYMENTS						
Compensation of Employees	3,000,000		3,000,000	1,757,480	1,242,520	59%
Use of goods and services	9,363,095	8,955,013	18,318,108	11,664,058	6,654,051	64%
Transfers to Other Government Units	95,004,629	42,746,552	137,751,181	52,800,000	84,951,181	38%
Other grants and transfers	30,000,000	6,848,697	36,848,697	26,729,370	10,119,327	73%
Acquisition of Assets	-	-	-	-	-	
Other Payments	-	-	-	-	-	
Unallocated funds (Sale of motor vehicle)		740,000	740,000	-	740,000	0%
TOTAL	137,367,724	59,290,262	196,657,986	92,950,908	103,707,078	47%
Surplus	-	-	-	10,339,354	(10,339,354)	5%

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

ii. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT FOR THE YEAR ENDED 30TH JUNE 2020

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	12,363,095	8,955,013	21,318,108	13,421,538	7,896,571	63%
TOTAL RECEIPTS	12,363,095	8,955,013	21,318,108	13,421,538	7,896,571	63%
PAYMENTS						
Compensation of Employees	3,000,000	-	3,000,000	1,757,480	1,242,520	59%
Use of goods and services	9,363,095	8,955,013	18,318,108	11,664,058	6,654,051	64%
TOTALS	12,363,095	8,955,013	21,318,108	13,421,538	7,896,571	77%
Surplus	-	-	-	-	-	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

iii. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT FOR THE YEAR ENDED 30TH JUNE 2020

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						
Transfers from NG-CDF Board	125,004,629	50,335,249	175,339,878	89,868,724	85,471,154	51%
Proceeds from Sale of Assets				-	-	
Other Receipts			-		-	
TOTAL RECEIPTS	125,004,629	50,335,249	175,339,878	89,868,724	85,471,154	51%
PAYMENTS						
Transfers to Other Government Units	95,004,629	42,746,552	137,751,181	52,800,000	84,951,181	38%
Other grants and transfers	30,000,000	6,848,697	36,848,697	26,729,370	10,119,327	73%
Unallocated funds (Sale of motor vehicle)		740,000	740,000	-	740,000	0%
TOTAL	125,004,629	50,335,249	175,339,878	79,529,370	95,810,508	45%
Surplus	-	-	-	10,339,354	(10,339,354)	6%

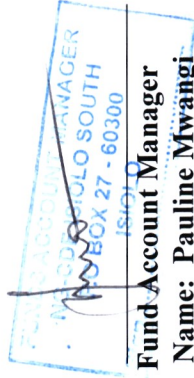
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
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- (a) For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]
- (b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

- i. Xxxx
- ii. Xxxx
- iii. Xxxx
- iv. Xxxx
- v. Xxxx

(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.

The NGCDF-Isiolo South Constituency financial statements were approved on 18/11 2020 and signed by:




Sub-County Accountant
Name: Nicolas Wambua
ICPAK Member Number: 11734

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTN CONSTITUENCY
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iv. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES FOR THE YEAR ENDED 30TH JUNE 2020

Programme/Sub-programme	Original Budget		Adjustments	Final Budget		Actual on comparable basis		Budget utilization difference
	2019/2020	Kshs		2019/2020	Kshs	30/06/2020	Kshs	
1.0 Administration and Recurrent	-							
1.1 Compensation of employees	3,100,000			3,100,000		1,757,480		1,342,520
1.2 Committee allowances	2,000,000			2,000,000		2,000,000		-
1.3 Use of goods and services	3,142,063		7,813,634	10,955,697		6,094,958		4,860,739
2.0 Monitoring and evaluation	-			-		-		-
2.1 Capacity building	2,300,000		800,000	3,100,000		2,911,200		188,800
2.2 Committee allowances	700,000		-	700,000		288,000		412,000
2.3 Use of goods and services	1,121,032		341,379	1,462,411		369,900		1,092,511
3.0 Emergency	-			-		-		-
3.1 Primary Schools	-		-	-		-		-
3.2 Secondary schools	-		-	-		-		-
3.3 Tertiary institutions	-		-	-		-		-
3.4 Security projects	7,198,241		568,966	7,767,207		7,464,600		302,607
4.0 Bursary and Social Security	-			-		-		-
4.1 Primary Schools	-		-	-		-		-
4.2 Secondary Schools	15,000,000		-	15,000,000		5,422,680		9,577,320
4.3 Tertiary Institutions	15,000,000		6,848,697	21,848,697		4,842,090		17,006,607
4.4 Universities	-		-	-		-		-
4.5 Social Security	-		-	-		-		-
5.0 Sports	2,700,000		227,586	2,927,586		-		2,927,586
6.0 Environment	-			-		-		-
6.1 Dawaa Muslim Primary school	100,000		-	100,000		-		100,000
6.2 Garbatulla Day primary school	100,000		-	100,000		-		100,000
6.3 Nagaa Primary School	100,000		-	100,000		-		100,000
6.4 Rapsu primary school	100,000		-	100,000		-		100,000
6.5 Matagari primary school	100,000		-	100,000		-		100,000
6.6 Garbatulla boarding primary school	100,000		-	100,000		-		100,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
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6.7 Malkadaka Primary School	100,000	-	100,000	-	100,000	100,000
6.8 Gafarsa primary school	100,000	-	100,000	-	100,000	100,000
6.9 Abagarse primary school	100,000	-	100,000	-	100,000	100,000
6.10 Boji primary school	100,000	-	100,000	-	100,000	100,000
6.11 Kombola primary school	100,000	-	100,000	-	100,000	100,000
6.12 Muchuro primary school	100,000	-	100,000	-	100,000	100,000
6.13 Algani Girls Secondary School	100,000	-	100,000	-	100,000	100,000
6.14 Biliqi primary school	100,000	-	100,000	-	100,000	100,000
6.15 Bahari girls primary school	100,000	-	100,000	-	100,000	100,000
6.16 Makarim muslim primary school	100,000	-	100,000	-	100,000	100,000
6.17 Omara boarding primary school	100,000	-	100,000	-	100,000	100,000
6.18 Galma dido primary school	100,000	-	100,000	-	100,000	100,000
6.19 Iresaboru primary school	100,000	-	100,000	-	100,000	100,000
6.20 Badana primary school	100,000	-	100,000	-	100,000	100,000
6.21 Biliqi Nur Secondary school	100,000	-	100,000	-	100,000	100,000
6.22 Dabasiti primary school	100,000	-	100,000	-	100,000	100,000
6.23 Kulamawe Secondary school	100,000	-	100,000	-	100,000	100,000
6.24 Kina Secondary school	100,000	-	100,000	-	100,000	100,000
6.25 Eldera primary school	100,000	-	100,000	-	100,000	100,000
6.26 Sericho Secondary school	100,000	-	100,000	-	100,000	100,000
6.27 Isiolo NG-CDF's office compound	100,000	-	100,000	-	100,000	100,000
7.0 Primary Schools Projects	-	-	-	-	-	-
7.1 Garbatulla Boarding Primary school	4,600,000	-	4,600,000	-	4,600,000	4,600,000
7.2 Biliqi Nur Primary school	400,000	400,000	800,000	400,000	400,000	400,000
7.3 Koticha Primary School.	400,000	400,000	800,000	400,000	400,000	400,000
7.4 Abagarse primary school	3,600,000	-	3,600,000	3,600,000	-	-
7.5 Kombola primary school	6,000,000	-	6,000,000	6,000,000	-	6,000,000
7.6 Badana primary school	1,200,000	-	1,200,000	1,200,000	-	1,200,000
7.7 Koticha Primary School	800,000	-	800,000	800,000	-	800,000
7.8 Abagarse Primary School	800,000	-	800,000	800,000	-	800,000
7.9 Malkamansa Primary School	600,000	-	600,000	600,000	-	600,000
7.10 Badana Primary School	400,000	-	400,000	400,000	-	400,000
7.11 Mogore Primary School	400,000	-	400,000	400,000	-	400,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY

**Reports and Financial Statements
For the year ended June 30, 2020**

7.12 Biliqi Nur Primary School	600,000	-	600,000	-	600,000	-	600,000
7.13 Qubato Primary School	600,000	-	600,000	-	600,000	-	600,000
7.14 Sericho Primary School	800,000	-	800,000	-	800,000	-	800,000
7.15 Bari Girls Primary school	800,000	-	800,000	-	800,000	-	800,000
7.16 Bakarim Muslim Primary School	800,000	-	800,000	-	800,000	-	800,000
7.17 Kulamawe primary school	400,000	-	400,000	-	400,000	-	400,000
7.18 Duse Primary School	1,200,000	1,200,000	2,400,000	1,200,000	1,200,000	1,200,000	1,200,000
7.19 Primary School Furniture	-	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	-
7.20 Biliqi Nur Primary school	-	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	-
7.21 Koticha Primary School.	-	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	-
7.22 DidaBakir Primary Sch	-	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	-
7.23 Malkadaka Primary School	-	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	-
7.24 Boji primary school	-	-	-	-	2,000,000	2,000,000	(2,000,000)
8.0 Secondary Schools Projects (List all the Projects)							
8.1 Algani Day Secondary School	10,000,000	6,000,000	16,000,000	6,000,000	8,000,000	8,000,000	8,000,000
8.2 Gafarsa Day Secondary School	10,000,000	6,000,000	16,000,000	6,000,000	8,000,000	8,000,000	8,000,000
8.3 Biliqi nur secondary school	4,800,000	-	4,800,000	-	4,800,000	-	-
8.4 Garbatulla day secondary school	7,200,000	-	7,200,000	-	2,400,000	-	4,800,000
8.5 Garbatulla Day Girls Secondary School Kshs	625,000	-	625,000	-	-	-	625,000
8.6 Kulamawe secondary school Kshs	625,000	-	625,000	-	-	-	625,000
8.7 Algani Girls secondary school Kshs	625,000	-	625,000	-	-	-	625,000
8.8 Kina Secondary School Kshs	625,000	-	625,000	-	-	-	625,000
8.9 Gafarsa Day Mixed Secondary school	625,000	-	625,000	-	-	-	625,000
8.10 Biliqi Nur Secondary School	625,000	-	625,000	-	-	-	625,000
8.11 Garbatulla boys high school Kshs	625,000	-	625,000	-	-	-	625,000
8.12 Sericho Secondary School	625,000	-	625,000	-	-	-	625,000
8.13 Sericho secondary school	5,406,388	-	5,406,388	-	-	-	5,406,388
8.14 Gafarsa Day Secondary School	-	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	-
8.15 Algani Day Secondary School	-	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	-
9.0 Tertiary institutions Projects							
9.1 KMTC ISIOLO	-	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	-
10.0 Security Projects							
10.1 Garba Police line	3,100,000	-	3,100,000	-	-	-	3,100,000

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10.2 Eldera Assistance county commissioner's office and house	8,000,000	1,200,000	9,200,000	6,000,000	3,200,000
10.3 Kinna South Location Chief's office	4,500,000	-	4,500,000	-	4,500,000
10.4 Malkadaka Ap Line	-	3,000,000	3,000,000	3,000,000	-
11.0 Acquisition of assets	-	-	-	-	-
11.1 Motor Vehicles (including motorbikes)	-	-	-	-	-
11.2 Construction of CDF office	-	-	-	-	-
11.3 Purchase of furniture and equipment	-	-	-	-	-
11.4 Purchase of computers	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-
12.0 Others	-	-	-	-	-
12.1 Strategic Plan	-	1,750,000	1,750,000	-	1,750,000
12.2 Innovation Hub	-	-	-	-	-
Unallocated funds	137,367,724	59,290,262	196,657,986	92,950,908	103,707,078

(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)

***NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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v. 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-Isiolo South 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.

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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 30th June 2020, 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.

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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 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.

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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 1st July 2019 to 30th 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 30th June 2020.

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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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vi. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2019 - 2020	2018 - 2019
		Kshs	Kshs
	1		13,000,000.00
Normal Allocation	2		11,000,000.00
	3		12,000,000.00
	4		8,000,000.00
	5		10,000,000.00
B041039/18/19	1	41,130,876	
B047427/19/20	2	4,000,000	
B011406/18/19	3	6,000,000	
B049216/17/18	4	4,379,310	
B096563/19/20	5	40,000,000	
B096802 17/18	6	7,000,000	
Conditional Grants			
Receipt from other Constituency			
TOTAL		102,510,186	54,000,000

2. PROCEEDS FROM SALE OF ASSETS

	2019-2020	2018-2019
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	740,000
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
	-	-
Total	-	740,000

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2019-2020	2018-2019
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	
Other Receipts Not Classified Elsewhere	-	0
Total	-	0

4. COMPENSATION OF EMPLOYEES

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Basic wages of temporary employees	1,512,000	1,041,886
Basic wages of casual labour	185,000	
Personal allowances paid as part of salary		
House allowance		
Transport allowance		
Leave allowance		
Other personnel payments		
Employer contribution to NSSF	60,480	
Gratuity-contractual employees		
TOTAL	1,757,480	1,041,886

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Utilities, supplies and services		670,000
Electricity	68,000	-
Water & sewerage charges	3,000	-
Office rent		-
Communication, supplies and services	79,000	160,000
Domestic travel and subsistence	252,900	1,450,000
Printing, advertising and information supplies & services		300,000
Rentals of produced assets		-
Training expenses	488,000	4,665,000
Hospitality supplies and services	1,440,115	-
Other committee expenses	4,200	1,505,000
Committee allowance	4,440,500	7,150,000
Insurance costs		316,458
Specialised materials and services		-
Office and general supplies and services	632,795	265,000
Fuel , oil & lubricants	2,892,026	2,610,625
Other operating expenses		20,199
Bank service commission and charges	37,300	43,996
Other Operating Expenses		-
Security operations	300,000	1,370,000
Routine maintenance - vehicles and other transport equipment	624,322	
Strategic Plan		1,750,000
Routine maintenance- other assets	401,900	
TOTAL	11,664,058	22,276,278

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Transfers to Primary Schools	18,600,000	
Transfers to Secondary Schools	29,200,000	9,500,000
Transfers to Tertiary Institutions	5,000,000	
Transfers to Health Institutions		
TOTAL	52,800,000	9,500,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Bursary - Secondary	3,010,000	2,477,484
Bursary - Tertiary	4,842,090	6,068,000
Bursary- Special Schools	-	
Mocks & CAT	2,412,680	-
Water	-	-
Food Security	-	-
Electricity	-	-
Security	9,000,000	3,443,900
Roads and Bridges	-	-
Sports		227,000
Environment		-
Cultural Projects	-	-
Agriculture	-	-
Emergency Projects	7,464,600	6,776,000
TOTAL	26,729,370	18,992,384

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets	2019 - 2020	2018 - 2019
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	9,986,000
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of office furniture and fittings	-	-
Purchase of computers ,printers and other IT equipments	-	1,500,000
Purchase of photocopier	-	-
Purchase of other office equipments	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
TOTAL	-	11,486,000

9. OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2019 - 2020	2018 - 2019
	Kshs (30/6/2019)	Kshs (30/6/2018)
<i>Consolidated bank, isiolo branch, isiolo south ngcdf</i>	10,339,354	780,076
Total	10,339,354	780,076
10B: CASH IN HAND)		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
TOTAL	-	-
		<i>[Provide cash count certificates for each]</i>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

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

12A. RETENTION

	2019 - 2020	2018-2019
	Kshs	Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

12B. GRATUITY DEPOSITS

	2019 - 2020	2018-2019
	Kshs	Kshs
Name 1	-	-
Name 2	-	-
Name 3	-	-
Add as appropriate	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

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13. BALANCES BROUGHT FORWARD

	2019 - 2020	2018 - 2019
	Kshs (1/7/2019)	Kshs (1/7/2018)
Bank accounts	780,076	9,336,624
Cash in hand		
Imprest		
TOTAL	780,076	9,336,624

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2018/2019 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2018/2019
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2019 - 2020	2018 - 2019
	KShs	KShs
Outstanding Imprest as at 1 st July 2019 (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

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16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2019 - 2020	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2019-2020	2018-2019
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
	-	-

17.3: UNUTILIZED FUND (See Annex 3)

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	1,242,520	-
Use of goods and services	6,654,051	-
Amounts due to other Government entities (see attached list)	84,951,181	-
Amounts due to other grants and other transfers (see attached list)	10,119,327	-
Acquisition of assets	00	-
Others (<i>specify</i>)	740,000	-
	103,707,079	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2019 - 2020	2018 - 2019
	Kshs	Kshs
PMC Account balances	10,721,637	-
TOTAL	10,721,637	-

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		a	B	c	d=a-c	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
4.						
5.						
6.						
Sub-Total						
Unionisable Employees						
7.						
8.						
9.						
Sub-Total						
Others (specify)						
10.						
11.						
12.						
Sub-Total						
Grand Total						

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Compensation of employees		1,242,520	-	
Use of goods & services		6,654,051	-	
Amounts due to other Government entities		84,951,181	-	
		-	-	
		-	-	
		-	-	
		-	-	
Sub-Total		92,847,752		
Amounts due to other grants and other transfers		10,119,327		
Sub-Total		10,119,327		
Sub-Total		10,119,327		
Acquisition of assets				
Others (Unallocated funds)		740,000		
Sub-Total		740,000		
Grand Total		103,734,076		

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019	Additions during the year	Disposals during the year	Historical Cost Kshs 2020
Land				
Buildings and structures				
Transport equipment	14,246,000			14,246,000
Office equipment, furniture and fittings				
ICT Equipment, Software and Other ICT Assets	1,541,000			1,541,000
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	15,787,000	0	0	15,787,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2020

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
Biliqi Nur Primary School	Consolidated Bank Isiolo	10111301000251	475,352	
Qoticha Primary School	Consolidated Bank Isiolo	10111301000255		
Kombola Primary School	Consolidated Bank Isiolo	10111301000232		
Malkadaka Primary School	Consolidated Bank Isiolo	10111301000240		
Matagari primary school	Consolidated Bank Isiolo	10111301000245		
makarim Primary school	Consolidated Bank Isiolo	10111301000236		
Sericho Secondary School	Consolidated Bank Isiolo	10111301000212		
Badana Primary school	Consolidated Bank Isiolo	10111301000295	2,399	
Qotich Primary School	Consolidated Bank Isiolo	10111301000512	1,357,862	
Abagarse Primary School	Consolidated Bank Isiolo	10111301000537	896,288	
Duse Primary School	Consolidated Bank Isiolo	10111301000242	1,764	
Algani Day Secondary School	Consolidated Bank Isiolo	10111301000436	314,298	
Gafarsa Day Secondary School	Consolidated Bank Isiolo	10111301000424	307,606	

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
Eldera Assistant County Commissioner's office and house	Consolidated Bank Isiolo	10111301000539	6,000,000	
Malkadaka AP line	Consolidated Bank Isiolo	10111301000510	5,743	
Didabakiri Primary School	Consolidated Bank Isiolo	10111301000509	357,992	
Boji Primary School	Consolidated Bank Isiolo	10111301000284	1,002,333	
			10,721,637	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
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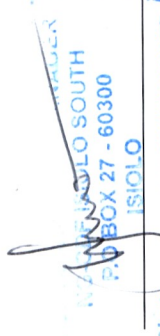
PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Project implementation	Ongoing and not started projects	Most of the ongoing projects were from the previous year. And the not started are as a result of late funds disbursement by the NG-CDFboard.	FAM	Resolved	N/A
Fixed Assets	Tagging of the assets	Assets have since been tagged	FAM	Resolved	N/A
Expenditure Analysis	Under expenditure	Is due to late funds disbursement by the NG-CDFboard.	FAM		
Cash and cash equivalents	Unpresented Cheques	Will ensure timely clearance of cheques	FAM	Resolved	
Acknowledgement of Bursaries	non-accountability of bursary funds	list of applicants, the criteria used, the beneficiaries and some acknowledgements have been availed	FAM	Resolved	
Emergency Fund	Unaccounted expenditure	The supporting documents for the emergency fund as identified have been availed and the quotation minutes	FAM	Resolved	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH CONSTITUENCY
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Fuel, Oil and Lubricants	Paper supporting documents for payments not availed.	documents supporting the fuel payments for the financial year 2019/2020 have since been availed	FAM	Resolved	
Presentation of the Financial Statements	fund management should amend the financial statements as recommended	the statements have since been amended	FAM	Resolved	


 NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ISIOLO SOUTH
 P.O. BOX 27 - 60300
 ISIOLO

Fund Account Manager
Name: Pauline Mwangi