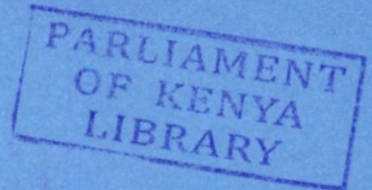



REPUBLIC OF KENYA



*Enhancing Accountability*

# REPORT



	
<b>OF</b>	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: <b>14 AUG 2024</b>	DAY: <b>WEDNESDAY</b>
<b>THE AUDITOR-GENERAL</b>	
TABLED BY:	<b>HON. OWEN BAYA, MP DEPUTY LEADER OF THE MAJORITY PART</b>
CLERK-AT THE-TABLE:	<b>RUTHER NG'WYB</b>

ON

## NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - ISIOLO NORTH CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE, 2023





OFFICE OF THE AUDITOR GENERAL  
UPPER EASTERN REGIONAL OFFICE - ISIOLO

25 MAR 2024

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P. O. Box 1027- 60300, ISIOLO



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ISIOLO NORTH CONSTITUENCY  
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
30<sup>th</sup> JUNE 2023

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

*Isiolo North Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

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**I. Acronyms and Abbreviations**

*Provide a list of all applicable acronyms and abbreviation e.g.*

NGCDF-National Government Constituency Development Fund  
PFM-Public Finance Management  
IPSAS- International Public Sector Accounting Standards.  
PMC-Project management committee  
FY-Financial Year  
ARMC-Audit and Risk Management Committee  
FAM- Fund Account Manager.  
AIE-Authority to Incur Expenditure  
NG-CDFC –National Government Constituency Development Committee  
NG-CDFB–National Government Constituency Development Board  
NSCA- National Sub County Accountant.  
ICPAK-Institute of Certified Public Accountant of Kenya  
PLWD-People Living with Disability  
CSR- Corporate Social Responsibility.  
AIA- Appropriation in Aid  
COC- Constituency Oversight Committee  
ICT-Information Communication &Technology  
PSASB-Public Sector Account Standards Board.



## **II. Key Constituency Information and Management**

### **(a) Background information**

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

### **Mandate**

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

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

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- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

**Core Values**

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

**Functions of NG-CDF Committee**

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

**(b) Key Management**

The Isiolo North Constituency NGCDF day-to-day management is under the following key organs:

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



### **Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	David Kaberia Murungi
2.	Sub-County Accountant	Francis Nyamai
3.	Chairman NGCDFC	Alfred Tinani
4.	Member NGCDFC	Habiba Mohamed Sheikh

### **(c) Fiduciary Oversight Arrangements**

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

### **(d) Isiolo North Constituency NGCDF Headquarters**

P.O. Box 5-60300 Isiolo  
Isiolo North NG-CDF Building  
Near Isiolo Central ACC office  
Isiolo, KENYA

### **(e) Isiolo North Constituency NGCDF Contacts**

Telephone: (254) 720104-432  
E-mail: [cdfisiolonorth@cdf.go.ke](mailto:cdfisiolonorth@cdf.go.ke)  
Website: [www.isiolonorth.go.ke](http://www.isiolonorth.go.ke)

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**(f) Isiolo North Constituency NGCDF Bankers**

Equity Bank  
Isiolo Branch  
P.O. Box 197-60300  
Isiolo

**(g) Independent Auditors**

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

**(h) Principal Legal Adviser**

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



### III. NG-CDFC Chairman's Report



**ALFRED TINANI - Chairman**  
**NGCDF Isiolo North**

We the NGCDFC-Isiolo North are very happy to be part of the large NGCDF family established under the National Government Constituencies Development Fund Act 2015 and regulation 2016. In the financial year 2022/2023 the board allocated **Kshs. 158,832,745** to our constituency.

Going by the objectives of the NG-CDF, Isiolo North National Government Constituency Development Fund Committee (NG-CDFC) endeavoured to administer projects in the financial year 2022/2023 within the confines of the law and guidance by the NGCDF Board.

Projects were identified and implemented with much regard to public participation, sustainable development orients and enhancement of local accountability and transparency in the use of public resources. This was vital to enhance ownership of the projects and continued appreciation of the fund in changing the livelihoods of the locals.

During the meeting held on **3<sup>rd</sup> February 2023** the amount was apportioned to the following sectors according to the NG-CDF Act 2015.

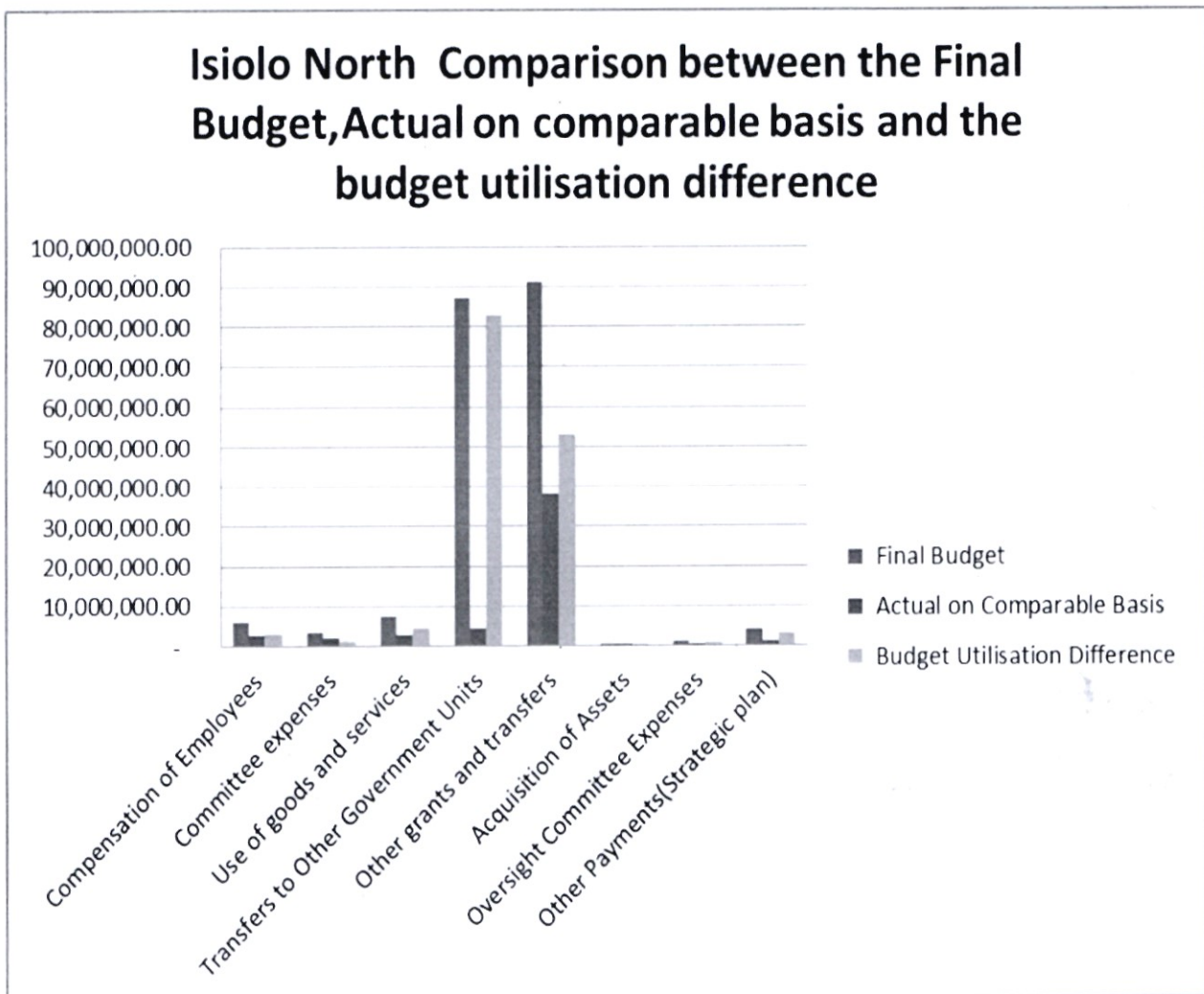
<b>Serial</b>	<b>Name of Project</b>	<b>Amount Allocated</b>
049/AP1	Administration/Recurrent	9,529,965
049/AP2	Monitoring and Evaluation/Capacity Building	4,764,982
049/2640100	Bursaries	55,498,000
049/2630204	Primary School Projects	11,800,000
049/2630205	Secondary School Projects	60,700,000
049/2640507	Security Projects	1,092,900
049/2640509	Sports Activities	2,610,708
049/2640510	Environmental Projects	200,000
049/2640200	Emergency	7,636,190
049/2211310	Strategic Plan	4,000,000
049/	Constituency Oversight	1,000,000
<b>Total</b>		<b>158,832,745.00</b>

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During the Financial Year 2022/2023, we had a total receipt of **Kshs. 88,000,000.00**. As at 1<sup>st</sup> July 2022 there was an opening balance of **Kshs. 19,955,530**. In total the funds available for spending in the financial year 2021/2022 was **Kshs. 107,955,530**. The total expenditure for the year was **Kshs. 51,869,828** which is approximately 48% of the total available funds during the financial year. The absorption was below 50% being a transition year after the general election.

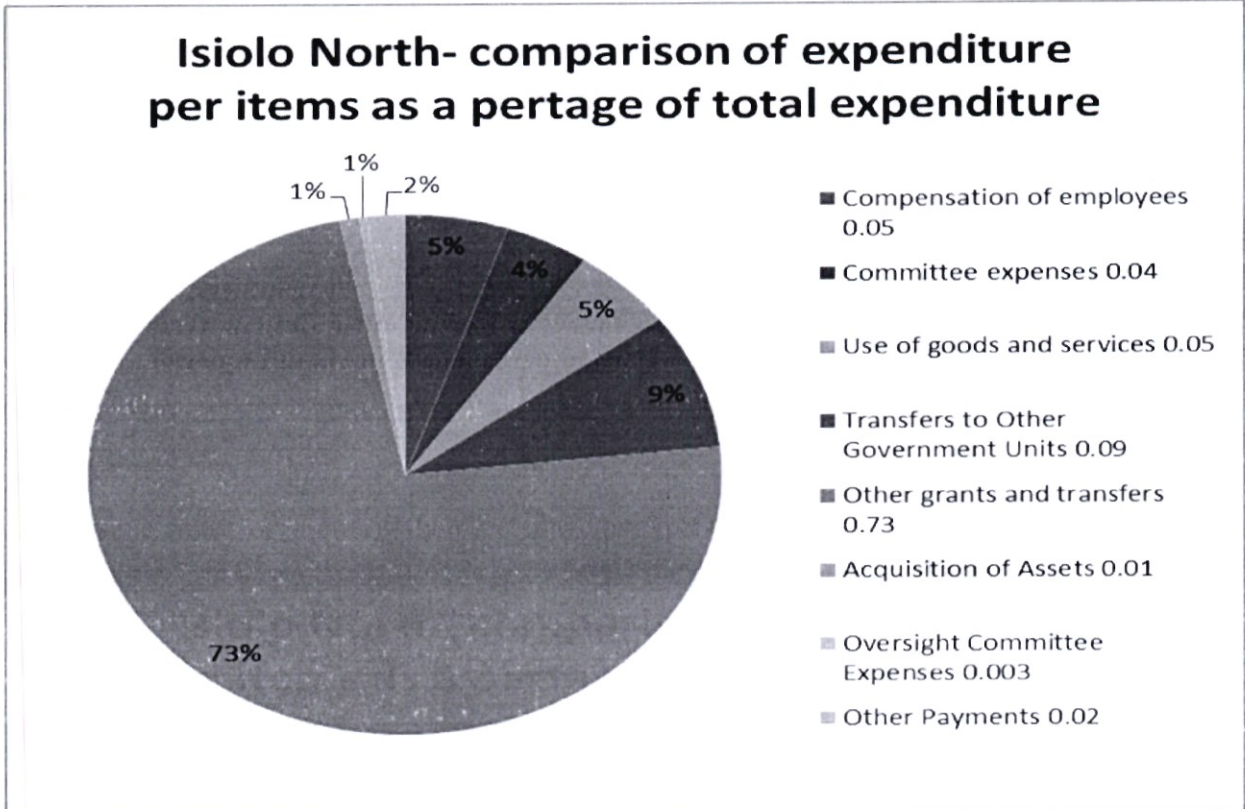
As at the end of the financial year the amount owing to the constituency by the NG-CDF Board was **Kshs.70,832,745** for the FY 2022/2023. Also owing by the board is **Kshs.9,747,354** for financial year 2019/2020 and **Kshs.12,088,879** for financial year 2020/2021.

Below is a bar chart comparing the final budget, actual on comparable basis and budget utilisation difference





Below is pie chart representing the percentage of expenditure items against the total expenditure.



***PHOTOS OF SOME OF THE COMPLETED PROJECTS***



DIMA ADO PRIMARY SCHOOL CONSTRUCTION OF ONE CLASSROOM (approved FY 2021/2022)

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Implemented in FY 2022/2023



GODA PRIMARY SCHOOL CONSTRUCTION OF TWO CLASSROOMS (approved FY 2021/2022)  
Implemented in FY 2022/2023

During the year the constituency was able complete four classrooms in three different schools. These include two classrooms at Goda Primary, one classroom at Dima Ado Primary school and one classroom at Awarsitu primary school. These has led to increase in enrolment in school, creation of job to the community labour engaged

**List of emerging issues related to the entity**

Currently there are a number of emerging issues that the office needs to put into consideration as we implement the projects. The includes;

- ✓ Gender mainstreaming in our operations
- ✓ Adherence to the disability act as we implement our projects.
- ✓ Matters of environmental conservations and sustainability.
- ✓ Adherence to the presidential directive on Big for Agenda.
- ✓ Adherence to presidential directive on Covid-19 preventive measures.

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**Implementation challenges and recommended way forward.**

The office has during the financial year experienced a number of challenges during the implementation of projects

1. Delay in release of the funds to the Constituency-We request the board to see the possibility of releasing funds before the end financial year.
2. Delay in preparation of tender documents by the public Works-We request the Ministry of public works to consider posting a public works officers in every Sub county.
3. Poor road network among the five ward of the constituency hence poor mobility and high cost of transports. We have requested KERRA to improve the roads to make them passable.
4. Insecurity in three wards of the constituency, we are planning to build police stations to improve the situation.

.....  07/09/2023

**Name: Alfred Tinani**

**CHAIRMAN NGCDF COMMITTEE**



#### **IV. Statement of Performance against Predetermined Objectives for FY2022/2023**

##### **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 *Isiolo North Constituency 2022-2027* plan are to:

- a) To improve enrolment, learning and teaching environment by rehabilitation of existing and construction of new facilities in both primary and secondary schools.
- b) To improve transition and retention from primary to secondary and to tertiary of students by allocating bursary to needy students.
- c) To promote security and service delivery by constructing and rehabilitating police post, chief's and assistant chief's office.
- d) To promote sports activities by improving sporting facilities and provision of equipment's.
- e) To ensure sustainable environmental conservations by improving on water harvesting and trees planting.
- f) To build capacity of the staff, committee members, projects management committee's and local contractors by holding regular trainings and benchmarking exercise.
- g) To promote access information, communication and technology.

##### **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:

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<b>Sectors</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	-Number of usable physical infrastructure build in primary, secondary, and tertiary institutions -Number of bursary's beneficiaries at all levels	In FY 2022/23 -we increased number of classrooms by 4 classrooms from 265 to 269 in three schools Goda pry, Awarsitu pry, Dima Ado Pry school. - Bursary beneficiaries 5,000 at secondary level and 2,000 at tertiary level.
Security	To have conducive working environment for security agencies	Increased construction of chief's offices and other security lines	Improved security in the area	Constructed one chief's office/hall and 7 police staff houses.
Disaster Management	To mitigate disasters through disaster management	Increased capacity building on disaster management	Improved awareness	Rehabilitated the damaged roof of Daaba primary school
Other(Strategic Paln)	To prepare a strategic plan for the 5yrs	5yrs strategic plan	Well planned and coordinated development	Preparation of the strategic plan is on-going

## V. Governance Statement

### **Process of appointment of NG-CDFC Members**

The members of National Government Constituency Development Fund committee shall be appointed in accordance with Sec 5 of the NG-CDF Act regulation 2016. It state that:

1. The members of a Constituency shall be appointed by a selection panel established under regulation.
2. The Board shall, upon—
  - (a) Commencement of a new parliamentary term;
  - (b) Dissolution of a Constituency Committee;
  - (c) Removal of a member of a Constituency committee; or
  - (d) The occurrence of a vacancy in a Constituency Committee, request the officer of the Board seconded to a Constituency Committee to convene a meeting within fourteen days thereof, or within the time stipulated by the Board.
3. The selection panel referred to in paragraph (1) shall consist of— (a) one person nominated by the national government official in charge of the sub-county or a designated representatives, who shall be the chairperson of the selection panel; (b) the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and (c) one person nominated by the Constituency office.
4. The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite application from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.
5. The selection panel shall, within twenty one days of the deadline specified for submission of applications evaluates the suitability of the applications received and select two applicants from each location, in accordance with the NGCDF Act.
6. The officer of the Board seconded to the Constituency shall record the proceedings appropriately.
7. The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (5) submit to the Board a report on the selection process forwarding the names of the selected candidates.
8. The Board shall co-opt the person to ensure equitable representation in the membership of a Constituency Committee.



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9. The Board shall submit the names received from the selection panel, to the National Assembly for approval.
10. The Board shall, within twenty one days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette.
11. The selection panel shall stand dissolved upon the appointment of the members of a Constituency Committee.
12. The Board shall, within fourteen days after gazettelement of the members of a Constituency Committee inform the members of their appointment in writing.
13. A member of a Constituency Committee who is appointed the regulation may at any time resign from office by giving notice, in writing, to the officer of the Board and a copy thereof to the Board.

Being the parliamentary term the fund account manager constituted a constituency selection panel. The FAM wrote to the deputy county commissioner requesting him to nominate one assistant county commissioner (ACC) to chair the selection panel. He also wrote to the constituency office manager requesting for nominate two person of different gender to be part of the selection panel. The FAM also wrote to one of the active PLWD group in the constituency to nominate a member to be a member of the NG-CDF Committee.

The selection panel committee met and advertised the vacancies to the public to select four members, two males and two females where one from each gender must be a youth. The constituency officer manager also nominated two members of different gender to be members of the committee in writing. Also the selection panel co-opted one member of either gender to take care any imbalance. Then FAM prepared the reports and forwarded it to the board for onward submission to the parliament for vetting and gazettelement. The Committee was gazetted **on 29<sup>th</sup> November 2022.**

The committee is made up of 10 members including the deputy county commissioner who is the representative of the national government and the Fund account manager an ex-officio member.

**Procedure of removal of a NG-CDFC member**

NG-CDF Act section 43 (13) and (14) of the act specifies the process of the removal of members of NG-CDFC a complaint against a member. The process is as follows:

A complaint of a member to be deposited with the officer of the Board to the Constituency, clearly stating particulars of the issues complain. A special NG-CDF meeting shall be convened to discuss the member in his absence.

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Within fourteen days, the secretary shall by notice require the member to respond if there are sufficient grounds existing for the complaint. The member's complaint should be in writing, although the member may also be given an oral hearing. During the hearing the member may also call witnesses. If the member chooses not to attend, the complaint committee may make decisions based on the written explanations submitted.

Notwithstanding that the committee may summon the member to clarify any issue and such member shall attend the hearing. If the member fails to respond the committee may proceed and make determination based on the evidence available and that decision shall be issued within seven days of the hearing. If the committee resolves to remove the member, the secretary shall communicate the decision of the Constituency committee to the Board within fourteen days of the decision. The communication shall include the duly executed proceedings together with all the supporting documents. The Board shall within thirty days of receipt shall consider the matter and issue a final declaration which shall be binding on all parties.

**Roles and functions of the committee**

The functions of the NG-CDF committee are stipulated in section 11 of the NG-CDF Act regulations 2016. The includes the following:

1. Prioritization of the projects to be included in the project proposal.
2. Capacity building of the project management committee and sensitization of the community on operations of the fund.
3. Ensure that the projects proposed for funding meet the requirements and are within the national government functions.
4. Ensure that the projects proposal submitted to the board have detailed budget proposals.
5. Link the project management Committee with the relevant government department to ensure that costs a realistic.
6. Receive returns from the projects management committee.
7. Maintain database of the projects management committee and reports from the respective committee.
8. Monitoring and evaluation of the projects being implemented by the project management committee etc.

**Training and inductions of members.**

Upon appointment of the new members of the committee induction training shall be conducted by the relevant government departments for the committee to know and understand the NG-CDF act and also their roles in the fund.



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There after a complete training of the NG-CDFC shall take place to enable the committee to an in-depth knowledge of the fund in order to discharge their responsibilities effectively

The NG-CDF Board organised induction training for all the National Government constituency development funds committee, fund account managers and the sub county accountants in the months of April 2023. We will be holding more training this year.

**Meetings and Remunerations**

As the NG-CDF Act 2015, the NG-CDF Committee is supposed to hold a minimum of six meetings and maximum of twenty four meeting. In this financial year the committee held nine meetings .The first meeting is called by the FAM who act as the secretary and the DCC act as the chairperson. The members receive a sitting allowance of Kshs.5,000 apart from the chairpersons who is paid Kshs.7,000.

**Policy on conflict of interest**

NG-CDF Act specifies clearly the any member with an interest in the fund shall not participate in a meeting deliberations on the fund is made and shall withdraw in such a meeting or resign from being a committee member.

**Member's ethics and conduct**

The Act stipulates that members shall be of good conduct and adhere to chapter six of the constitution and shall not have any trail of criminal record. Members shall not indulge in any act in contravention of the act and PFM act which can lead to the loss of funds.

**Risk management**

It is the responsibility of the members of the committee to be extra vigilant to ensure that risks likely to cause loss of fund are mitigated and proper controls are put in place in the process of implementation of the NG-CDF projects.



## **VI. Environmental and Sustainability Reporting**

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

### **1. Sustainability strategy and profile**

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

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 2022/2023 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

## **2. Environmental performance**

- Environmental conservation activities are undertaken every financial year.
- Sensitization on drug abuse matters are done during the commissioning of security infrastructures and planting of trees.
- Youth are encouraged to plant trees during sporting activities.

## **3. Employee welfare**

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Isiolo North constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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



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

Isiolo North NGCDF Constituency is committed to fair and ethical market practises.

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

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

Isiolo North NGCDF has put in efforts to ensure:

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

#### **5. Community Engagements-**

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

#### **Public Participation in Project Identification and Implementation and Monitoring**

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

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



***Isiolo North Constituency  
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Annual Report and Financial Statements for The Year Ended June 30, 2023***

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

**Public Awareness**

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

Isiolo North NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



.....  
Name David Kaberia Murungi  
Fund Account Manager

## **VII. Statement of Management Responsibilities**

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

The Accounting Officer in charge of the NGCDF- Isiolo North 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, 2023. 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 North 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 Isiolo North constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Isiolo North Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Isiolo North Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external

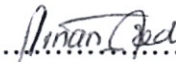
*Isiolo North Constituency  
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financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting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

**Approval of the financial statements**

The NGCDF- Isiolo North Constituency financial statements were approved and signed by the Accounting Officer on 7/09/2023

.....  


Name: Alfred Tinani  
Chairman – NGCDF Committee

.....  


Name: David Kaberia Murungi  
Fund Account Manager



# REPUBLIC OF KENYA

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

## REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – ISIOLO NORTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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### PREAMBLE

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

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

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Isiolo North Constituency set out on pages 1 to 42,

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*Report of the Auditor-General on National Government Constituencies Development Fund – Isiolo North Constituency for the year ended 30 June, 2023*



which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Isiolo North Constituency as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

### **Basis for Qualified Opinion**

#### **1. Unsupported Bursary Disbursements**

The statement of receipts and payments reflects an amount of Kshs.38,049,000 in respect of other grants and transfers which, as disclosed in Note 8 to the financial statements includes bursaries amounting to Kshs.24,970,000 disbursed to various secondary schools and Kshs.500,000 to tertiary institutions all totalling Kshs.25,470,000. However, review of payment vouchers and supporting documents revealed that an amount of Kshs.9,000,000 had not been acknowledged through official receipts or acknowledgement letters by the beneficiary institutions.

In the circumstances, the accuracy of bursaries amounting to Kshs.9,000,000 included in other grants and transfers could not be confirmed.

#### **2. Inaccuracies in Fixed Assets Balance**

Annex 4 on summary of fixed assets register reflects Nil balance in respect to land. However, the register reflects buildings and structures with a balance of Kshs.18,000,000 located in un surveyed land which was not registered in the name of the National Government Constituencies Development Fund Board. Further, the assets were not insured or tagged for ease of tracking and identification.

In the circumstances, the accuracy, completeness and ownership of the land could not be confirmed.

#### **3. Unsupported Project Management Committee Balances**

Annex 5 to the financial statements reflects Project Management Committee (PMC) bank accounts balance of Kshs.4,533,117. However, the cash books, bank reconciliation statements and certificate of bank balances for the individual PMC accounts were not provided for audit.



In the circumstances, the accuracy and completeness of the PMC accounts balance of Kshs.4,533,117 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 North Constituency Management in accordance with the 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.

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.200,624,509 and actual receipts of Kshs.107,955,530 resulting to under-funding of Kshs.92,688,979 or 46.2% of the budget. However, the Fund spent an amount of Kshs.51,869,828 against actual receipts of Kshs.107,955,530 resulting to an under-utilization of Kshs.56,085,702 or 51% of the actual receipts.

The under-utilization and under-funding affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect to this matter.

### **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.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **1. Non-Compliance with Law on Procurement**

The statement of receipts and payments reflects an amount of Kshs.38,049,000 in respect to other grants and other transfers as disclosed in Note 8 to the financial statements which includes Kshs.9,500,000 relating to security projects. The amount



includes disbursement amounting to Kshs.2,999,875 for construction of three (3) houses at Mabatini Police Post in Kambi Ya Juu Mabatini and Kshs.2,500,000 for construction of Marta-Arba chief's office. However, the companies were awarded these works did not provide evidence of undertaking works of similar magnitude, complexity and did not attach audited accounts for the last three years among other mandatory documents. It is therefore not clear how they were responsive contrary to Section 79(1) of the Public Procurement and Asset Disposal Act, 2015. Further, there was no evidence of certifying the works paid and the use of provisional sums of Kshs.830,000 was not supported by detailed schedules.

In addition, the contracts were not supported by professional opinion and the agreements were signed before lapse of the mandatory fourteen (14) days from the date of tender award notification contrary to Section 135(3) of the Public Procurement and Asset Disposal Act, 2015 while notification letters of regrets were not sent to unsuccessful bidders contrary to the requirement of Sections 87(3) and 126(4) of the Public Procurement and Asset Disposal Act, 2015.

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

## **2. Non-Compliance with Law on Budget Allocation to Bursaries**

The statement of receipts and payments reflects an amount of Kshs.38,049,000 in respect of other grants and other transfers as disclosed in Note 8 to the financial statements. The amount includes bursaries to secondary schools and tertiary institutions totalling Kshs.25,470,000 being 13% of the total approved budget of Kshs.200,624,509. This was contrary to Regulation 21(5) of the National Government Constituencies Development Fund Regulations, 2016 which provides that a Constituency Committee shall allocate not less than twenty-five percent of the funds to a constituency for bursaries.

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

## **3. Project Implementation Status**

During the year under review the Fund budgeted to implement seventeen (17) projects worth Kshs.89,039,798. Review of the Project Implementation Status report revealed that none of the project had been started by the end of the financial year.

In the circumstances, the public did not obtain benefits which could have accrued from the projects worth Kshs.89,039,798 that were not implemented.

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 comply, 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 CONTROL, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, and based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal control, risk management and 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 governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

### **Responsibilities of Management and those Charged with Governance**

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

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

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

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

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



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

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

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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



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

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

21 June, 2024

*Isiolo North Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

**IX. Statement of Receipts and Payments for the Year Ended 30th June 2023**

	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Transfers From NGCDF Board	1	88,000,000	174,709,249
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>Total Receipts</b>			
		<b>88,000,000</b>	<b>174,709,249</b>
<b>Payments</b>			
Compensation Of Employees	4	2,716,561	1,633,308
Committee expenses	5	2,266,800	-
Use Of Goods and Services	6	2,722,349	9,647,628
Transfers To Other Government Units	7	4,400,000	106,596,895
Other Grants and Transfers	8	38,049,000	67,383,459
Acquisition Of Assets	9	525,118	-
Oversight Committee Expenses	10	200,000	-
Other Payments	11	990,000	2,999,966
<b>Total Payments</b>			
		<b>51,869,828</b>	<b>188,261,256</b>
<b>Surplus/(Deficit)</b>			
		<b>36,130,172</b>	<b>(13,552,007)</b>

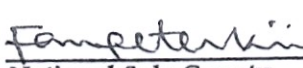
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Isiolo North Constituency financial statements were approved by the NGCDFC on

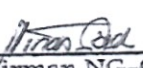
07/09/2023 and signed by:

  
Fund Account Manager

Name: David Kaberia Murungi

  
National Sub-County  
Accountant

Name: Francis Nyamai  
ICPAK M/No: 6161

  
Chairman NG-CDF  
Committee

Name: Alfred Tinani



*Isiolo North Constituency  
National Government Constituencies Development Fund (NGCDF)  
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**X.StatementOf Assets and Liabilities As At 30th June, 2023**

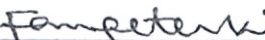
	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances (As Per the Cash Book)	12A	56,085,702	19,955,530
Cash Balances (Cash at Hand)	12B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>56,085,702</b>	<b>19,955,530</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	13	-	-
<b>Total Financial Assets</b>		<b>56,085,702</b>	<b>19,955,530</b>
<b>Financial Liabilities</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	14A	-	-
Gratuity	14B	-	-
<b>Total Financial Liabilities</b>		<b>-</b>	<b>-</b>
<b>Net Financial Assets</b>		<b>56,085,702</b>	<b>19,955,530</b>
<b>Represented By</b>			
Fund Balance B/Fwd	15	19,955,530	33,507,537
Prior Year Adjustments	16	-	-
Surplus/Deficit for The Year		36,130,172	(13,552,007)
<b>Net Financial Position</b>		<b>56,085,702</b>	<b>19,955,530</b>

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

The Isiolo North Constituency financial statements were approved by NG CDFC on 01/09/2023 and signed by:

  
Fund Account Manager

Name: David Kaberia Murungi

  
National Sub-County  
Accountant

Name: Francis Nyamai  
ICPAK M/No: 6161

  
Chairman NG-CDF  
Committee

Name: Alfred Tinani

*Isiolo North Constituency**National Government Constituencies Development Fund (NGCDF)**Annual Report and Financial Statements for The Year Ended June 30, 2023***XI. Statement of Cash Flows for the Year Ended 30th June 2023**

	Notes	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	88,000,000	174,709,249
Other Receipts	3	-	-
		<b>88,000,000</b>	<b>174,709,249</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	2,716,561	1,633,308
Committee expenses	5	2,266,800	-
Use of goods and services	6	2,722,349	9,647,628
Transfers to Other Government Units	7	4,400,000	106,596,895
Other grants and transfers	8	38,049,000	67,383,459
Oversight Committee Expenses	10	200,000	-
Other Payments	11	990,000	2,999,966
		<b>51,344,710</b>	<b>188,261,256</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
<b>Net Adjustments</b>		-	-
<b>Net cash flow from operating activities</b>		<b>36,655,290</b>	<b>(13,552,007)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(525,118)	-
<b>Net cash flows from Investing Activities</b>		<b>(525,118)</b>	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>36,130,172</b>	<b>(13,552,007)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	12	<b>19,955,530</b>	<b>33,507,537</b>
<b>Cash and cash equivalent at END of the year</b>		<b>56,085,702</b>	<b>19,955,530</b>

**Isiolo North Constituency**

**National Government Constituencies Development Fund (NGCDF)**

**Annual Report and Financial Statements for The Year Ended June 30, 2023**

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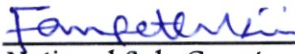
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Isiolo North Constituency financial statements were approved by NG CDFC on 07/09/ 2023 and signed by:



Fund Account Manager

Name: David Kaberia Murungi



National Sub-County  
Accountant

Name: Francis Nyamai  
ICPAK M/No: 6161



Chairman NG-CDF  
Committee

Name: Alfred Tinani



*Isiolo North Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2023*

XII. Summary Statement of Appropriation for the Year Ended 30<sup>th</sup> June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements				
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers From NGCDF Board	158,832,745	19,955,530	21,836,234	200,624,509	107,955,530	92,668,979	46%
Proceeds From Sale of Assets	-	-	-	-	-	-	0%
Other Receipts	-	-	-	-	-	-	
<b>Totals</b>	<b>158,832,745</b>	<b>19,955,530</b>	<b>21,836,234</b>	<b>200,624,509</b>	<b>107,955,530</b>	<b>92,668,979</b>	<b>54%</b>
Payments							
Compensation Of Employees	4,734,172	1,265,009	-	5,999,181	2,716,561	3,282,620	45%
Committee Expenses	2,919,000	390,000	-	3,309,000	2,266,800	1,042,200	69%
Use Of Goods and Services	6,011,775	1,300,631	-	7,312,406	2,722,349	4,590,057	37%
Transfers To Other Government Units	72,500,000	4,800,000	10,000,000	87,300,000	4,400,000	82,900,000	5%
Other Grants and Transfers	67,037,798	12,199,890	11,836,234	91,073,923	38,049,000	53,024,922	42%
Acquisition of Assets	630,000	-	-	630,000	525,118	104,882	83%
Oversight Committee Expenses	1,000,000	-	-	1,000,000	200,000	800,000	20%
Other Payments	4,000,000	-	-	4,000,000	990,000	3,010,000	25%
Funds Pending Approval**	-	-	-	-	-	-	-
<b>Totals</b>	<b>158,832,745</b>	<b>19,955,530</b>	<b>21,836,234</b>	<b>200,624,509</b>	<b>51,869,828</b>	<b>148,754,681</b>	<b>26%</b>

*\*\*Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

***Explanatory Notes.***

- (a) The constituency did not have any other revenue other than what is received from the board.
- (b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]
- i. The utilization on **compensation of employee** was **45%**. This is because the employees were employed in January. This being a new parliament all the previous employees had their contract expired by end of August 2023.
  - ii. The utilization on **committee expenses** was **69%**. This because most of the operations had slowed until when the new committees were gazetted in December 2022.
  - iii. The utilization on **Use of goods and services** was **37.2%**. This because most of the operations had slowed until when the new committees were gazetted in December 2022.
  - iv. The utilization on **Transfers to Other Government Units** was **5.7%**. Funds were released after the end of financial year. The only projects implemented were the projects financed in the previous financial year. No single project approved in FY 2022/2023.
  - v. The utilization on **other grants and transfers** was **48.0%**. On this category only secondary school bursary was awarded and some security and emergency projects were done. Funds were released after the end of financial year.
  - vi. The utilization on **Acquisition of Assets** was **83.4%**. The office was able to procure **photocopiers, a generator and a metallic safe** during the year. The procurement of a laptop budgeted at Kshs.10, 000.00 was done in July after the financial year.
  - vii. The utilization on **Oversight Committee Expenses** was **20.0%**. This is because funds were allocated for training the constituency oversight committee.
  - viii. The utilization on Other Payments was **25%**. This involves the preparation of a strategic plan. By the close of the year on **40%** of the consultancy fee was paid. Other expenses were incurred after the close of financial year.



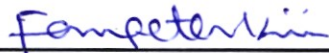
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	148,754,681
Less undisbursed funds receivable from the Board as at 30th June 2023	92,668,979
	56,085,703
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2022/2023	56,085,703

The Isiolo North Constituency financial statements were approved by NG CDFC on 07/09/ 2023 and signed by:

  
\_\_\_\_\_  
Fund Account Manager

Name: David Kaberia Murungi

  
\_\_\_\_\_  
National Sub-County Accountant

Name: Francis Nyamai  
ICPAK M/No: 6161

  
\_\_\_\_\_  
Chairman NG-CDF Committee

Name: Alfred Tinani

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XIII. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>1.0 Administration and Recurrent</b>							
1.1 Compensation of employees	4,734,172	1,265,009		5,999,181	2,716,561	3,282,620	45%
1.2 Committee allowances	1,428,000	390,000		1,818,000	1,453,000	365,000	80%
1.3 Use of goods and services	2,737,793	1,300,631		4,038,424	1,484,349	2,554,075	37%
<b>Total</b>	<b>8,899,965</b>	<b>2,955,640</b>	<b>-</b>	<b>11,855,605</b>	<b>5,653,910</b>	<b>6,201,695</b>	
<b>2.0 Monitoring and evaluation</b>						-	
2.1 Capacity building	1,250,000			1,250,000	435,000	815,000	35%
2.2 Committee allowances	1,491,000			1,491,000	813,800	677,200	55%
2.3 Use of goods and services	2,023,982			2,023,982	803,000	1,220,982	40%
<b>Total</b>	<b>4,764,982</b>	<b>-</b>	<b>-</b>	<b>4,764,982</b>	<b>2,051,800</b>	<b>2,713,182</b>	
<b>3.0 Emergency</b>	<b>7,636,190</b>	<b>1,963,018</b>	<b>5,229,256</b>	<b>14,828,464</b>			
3.1 Primary Schools				-		-	
3.1.1. Water tracking					1,595,000		
3.1.2. Daaba Primary School					1,484,000		
3.2 Secondary schools				-		-	
3.3 Tertiary institutions				-		-	
3.4 Security projects				-		-	
3.5 Unutilised				-		-	
<b>Total</b>	<b>7,636,190</b>	<b>1,963,018</b>	<b>5,229,256</b>	<b>14,828,464</b>	<b>3,079,000</b>	<b>11,749,464</b>	



**Isiolo North Constituency**  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
<b>4.0 Bursary and Social Security</b>				-			
4.1 Secondary Schools	25,500,000	736,872	500,000	26,736,872	24,970,000	1,766,872	93%
4.2 Tertiary Institutions	20,000,000		617,846	20,617,846	500,000	20,117,846	2%
4.3 Social Security	4,998,000			4,998,000		4,998,000	0%
4.4 Special Needs	5,000,000			5,000,000	-	5,000,000	0%
<b>Total</b>	<b>55,498,000</b>	<b>736,872</b>	<b>1,117,846</b>	<b>57,352,718</b>	<b>25,470,000</b>	<b>31,882,718</b>	
<b>5.0 Sports</b>	<b>2,610,708</b>		2,747,354	5,358,062		5,358,062	0%
5.1						-	
<b>Total</b>	<b>2,610,708</b>	-	<b>2,747,354</b>	<b>5,358,062</b>	-	<b>5,358,062</b>	
<b>6.0 Environment</b>							
Kambi Garba Primary School- Tree Planting	200,000	-	-	200,000	-	200,000	0%
Bula Pesa Primary School- Construction of 8No door twin pit-latrines	-	-	2,741,778	2,741,778	-	2,741,778	0%
<b>Total</b>	<b>200,000</b>	-	<b>2,741,778</b>	<b>2,941,778</b>	-	<b>2,941,778</b>	
<b>7.0 Primary Schools Projects</b>							
Mulandanur Primary School	-	400,000		400,000		400,000	0%
Bisan Biliqo Primary School	-	500,000		500,000	500,000	-	100%
Goda Primary School	-	2,600,000		2,600,000	2,600,000	-	100%
Kubi Mata Muka Primary School (Dima Ado pry)	-	1,300,000		1,300,000	1,300,000	-	100%
Ramadhan Primary School	-	-	3,000,000	3,000,000	-	3,000,000	0%

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
Araham Primary School	-	-	2,600,000	2,600,000	-	2,600,000	0%
Adhewarabesa Primary School	-	-	2,600,000	2,600,000	-	2,600,000	0%
Dololo Dakiye Primary School	-	-	500,000	500,000	-	500,000	0%
Awarsitu Primary School	-	-	1,300,000	1,300,000	-	1,300,000	0%
Attan Primary School	4,500,000	-	-	4,500,000	-	4,500,000	0%
Emejan Primary school	1,500,000	-	-	1,500,000	-	1,500,000	0%
Daaba Primary School	1,300,000	-	-	1,300,000	-	1,300,000	0%
Merti Muslim Primary School	4,500,000	-	-	4,500,000	-	4,500,000	0%
<b>Total</b>	<b>11,800,000</b>	<b>4,800,000</b>	<b>10,000,000</b>	<b>26,600,000</b>	<b>4,400,000</b>	<b>22,200,000</b>	
<b>8.0 Secondary Schools Projects</b>						-	
Bula Mpya Secondary school	2,600,000	-	-	2,600,000	-	2,600,000	0%
Eremeti Secondary school	4,500,000	-	-	4,500,000	-	4,500,000	0%
ST.Paul's Kiwanjani Mixed Day Secondary School	10,000,000	-	-	10,000,000	-	10,000,000	0%
Kisima Mixed Day Secondary School	5,000,000	-	-	5,000,000	-	5,000,000	0%
Biliqo Day Secondary School	5,000,000	-	-	5,000,000	-	5,000,000	0%
Uhuru Secondary School	4,500,000	-	-	4,500,000	-	4,500,000	0%
Elsa Secondary School	9,700,000	-	-	9,700,000	-	9,700,000	0%
Mwangaza Girls Secondary School	9,700,000	-	-	9,700,000	-	9,700,000	0%
Ngaremara Girls Secondary School	9,700,000	-	-	9,700,000	-	9,700,000	0%
<b>Total</b>	<b>60,700,000</b>	<b>-</b>	<b>-</b>	<b>60,700,000</b>	<b>-</b>	<b>60,700,000</b>	
<b>9.0 Tertiary institutions Projects</b>						-	
						-	



*Isiolo North Constituency*

*National Government Constituencies Development Fund (NGCDF)*

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
<b>Total</b>	-		-	-	-	-	
<b>10.0 Security Projects</b>				-		-	
Isiolo County Commissioners Office	1,092,900	-	-	1,092,900	-	1,092,900	0%
Dadachabasa Police Post	-	4,000,000	-	4,000,000	-	-	100%
Mabatini Police Post	-	3,000,000	-	3,000,000	3,000,000	-	100%
Martaraba Chiefs Office hall	-	2,500,000	-	2,500,000	2,500,000	-	100%
<b>Total</b>	<b>1,092,900</b>	<b>9,500,000</b>	<b>-</b>	<b>10,592,900</b>	<b>9,500,000</b>	<b>1,092,900</b>	
<b>11.0 Acquisition of assets</b>				-		-	
Purchase of Photocopier Machine Kyocera(FS 6525MFP)	150,000	-	-	150,000	149,822	178	100%
Purchase of Generator (Honda)	150,000	-	-	150,000	149,560	440	100%
Purchase of a Metallic office safe of 198Kgs	230,000	-	-	230,000	225,736	4,264	98%
Purchase of HP-Laptop core7	100,000	-	-	100,000	-	100,000	0%
<b>Total</b>	<b>630,000</b>		<b>-</b>	<b>630,000</b>	<b>525,118</b>	<b>104,882</b>	
<b>12.0 Oversight Committee Expenses (itemize)</b>				-		-	
Accommodation - Domestic Travel	100,000	-	-	100,000	-	100,000	0%
Catering Services (receptions), Accommodation, Gifts, Food and Drinks	60,000	-	-	60,000	-	60,000	0%
Committee Allowances	150,000	-	-	150,000	-	150,000	0%
Daily Subsistence Allowance	350,000	-	-	350,000	-	195,000	44%
Hire of Training Facilities and Equipment	80,000	-	-	80,000	-	80,000	0%
Hire of Transport	140,000	-	-	140,000	45,000	95,000	32%

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
Other Committee Expenses	20,000	-	-	20,000	-	20,000	0%
Remuneration of Instructors and Contract Based Training Services	50,000	-	-	50,000	-	50,000	0%
Travel Costs (airlines, bus, railway, mileage allowances)	50,000	-	-	50,000	-	50,000	0%
<b>Total</b>	<b>1,000,000</b>	<b>-</b>	<b>-</b>	<b>1,000,000</b>	<b>200,000</b>	<b>800,000</b>	
<b>13.0 Other payments</b>				-		-	
Isiolo North NG-CDF Strategic Plan	4,000,000			4,000,000	990,000	3,010,000	25%
						-	
				-			
<b>Total</b>	<b>4,000,000</b>	<b>-</b>	<b>-</b>	<b>4,000,000</b>	<b>990,000</b>	<b>3,010,000</b>	<b>25%</b>
<b>14.0 unallocated fund</b>							
Unapproved projects	-	-	-	-	-	-	-
AIA	-	-	-	-	-	-	-
PMC savings	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>158,832,745</b>	<b>19,955,530</b>	<b>21,836,234</b>	<b>200,624,509</b>	<b>51,869,828</b>	<b>148,754,681</b>	<b>26%</b>

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



#### **XIV. Significant Accounting Policies**

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

##### **1. Statement of Compliance and Basis of Preparation**

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

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

##### **2. Reporting Entity**

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

##### **3. Reporting Currency**

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

##### **4. Significant Accounting Policies**

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

###### **a) Recognition of Receipts**

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

*Significant Accounting Policies continued*

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

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

**Proceeds from Sale of Assets**

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

**Other receipts**

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

***Unutilized Funds from PMCs.***

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

**External Assistance**

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

**b) Recognition of payments**

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



*Significant Accounting Policies continued*

**Compensation of Employees**

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

**Use of Goods and Services**

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

**Acquisition of Fixed Assets**

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

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

**5. In-kind contributions**

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

*Significant Accounting Policies continued*

**6. Cash and Cash Equivalent.**

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

*Significant Accounting Policies continued*

**7. Accounts Receivable**

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

**8. Accounts Payable**

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



*Significant Accounting Policies continued*

**9. Pending Bills**

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

**10. Unutilized Fund**

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

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2022 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

**12. Comparative Figures**

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

*Significant Accounting Policies Continued*

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2023.

**14. Errors**

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

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

**15. Related Party Transactions**

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



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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B185069	7,000,000	
AIE NO. B185343	6,000,000	
AIE NO. B185608	15,000,000	
AIE NO. B206102	5,000,000	
AIE NO. B206356	12,000,000	
AIE NO. B205740	12,000,000	
AIE NO. B 206000	16,000,000	
AIE NO. B 207866	15,000,000	
AIE NO.B140898		33,000,000
AIE NO.B140806		4,620,370
AIE NO.B105442		44,000,000
AIE NO.B105773		22,000,000
AIE NO.B128510		5,000,000
AIE NO.B128821		12,000,000
AIE NO.B154019		12,000,000
AIE NO.B164462		19,000,000
AIE NO.B155821		23,088,879
<b>TOTAL</b>	<b>88,000,000</b>	<b>174,709,249</b>

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**2. Proceeds From Sale of Assets**

	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**3. Other Receipts**

	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**4. Compensation Of Employees**

	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
NG-CDFC Basic staff salaries	1,585,849	1,633,308
Personal allowances paid as part of salary		
House Allowance	310,000	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	675,512	-
Employer Contributions Compulsory national social security schemes	145,200	-
<b>Total</b>	<b>2,716,561</b>	<b>1,633,308</b>



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**5. Committee Expenses**

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	1,849,000	-
Other committee expenses	417,800	-
<b>Total</b>	<b>2,266,800</b>	<b>-</b>

**6. Use of Goods and services**

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	264,000	9,450
Communication, supplies and services	94,663	-
Domestic travel and subsistence	521,200	-
Printing, advertising and information supplies & services	29,700	-
Electricity	-	127,000
Training expenses	492,490	1,340,000
Hospitality supplies and services	380,535	-
Water and Sewerage	-	430,268
Other committee expenses	-	3,197,000
Committee allowance	-	3,850,000
Specialised materials and services	-	-
Office and general supplies and services	193,440	-
Fuel , oil & lubricants	471,300	549,720
Other operating expenses	255,000	-
Bank Charges	4,621	59,940
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	5,400	84,250
Routine maintenance- other assets	10,000	-
<b>Total</b>	<b>2,722,349</b>	<b>9,647,628</b>

**7. Transfer to Other Government Units**

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	4,400,000	49,116,895
Transfers To Secondary Schools (See Attached List)	-	57,480,000
Transfers To Tertiary Institutions (See Attached List)	-	-
<b>Total</b>	<b>4,400,000</b>	<b>106,596,895</b>



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**8. Other Grants and Other transfers**

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	24,970,000	28,503,452
Bursary – tertiary institutions (see attached list)	500,000	17,489,417
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	9,500,000	9,000,000
Sports projects (see attached list)	-	2,741,700
Environment projects (see attached list)	-	2,700,000
Emergency projects (see attached list)	3,079,000	6,948,890
Roads projects (see attached list)	-	-
<b>Total</b>	<b>38,049,000</b>	<b>67,383,459</b>

**9. Acquisition Of Assets**

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	525,118	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
<b>Total</b>	<b>525,118</b>	<b>-</b>



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10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
COC Members allowance	155,000	-
Other COC expenses	45,000	-
<b>TOTAL</b>	<b>200,000</b>	<b>-</b>

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic Plan	990,000	-
ICT Hubs	-	-
NG-CDFC Office renovation		2,999,966
<b>TOTAL</b>	<b>990,000</b>	<b>2,999,966</b>

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
<b>12A: Bank Accounts (Cash Book Bank Balance)</b>		
<i>Isiolo North National Government Constituency Development Fund Account No. 0410261949254 (Main account)</i>	<b>56,085,702</b>	<b>19,955,530</b>
<i>Name of Bank, account No. (Deposits account)</i>	-	-
<b>Total</b>	<b>56,085,702</b>	<b>19,955,530</b>
<b>12 B: Cash on Hand</b>		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations ( <i>Specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**13. 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>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<b>Total</b>		-	-	-

**Retention and Gratuity**

<b>14 A. Retention</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>KShs</b>	<b>KShs</b>
Retention as at 1 <sup>st</sup> July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	-	-

<b>14 B. Gratuity</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>KShs</b>	<b>KShs</b>
Gratuity as at 1 <sup>st</sup> July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	-	-



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**15. Fund Balance B/F**

	(1 <sup>st</sup> July 2022)	(1 <sup>st</sup> July 2021)
	Kshs	Kshs
Bank accounts	19,955,530	33,507,537
Cash in hand	-	-
Imprest	-	-
Total	-	-
Less	-	-
Payables: - Retention	-	-
Payables – Gratuity	-	-
<b>Fund Balance Brought Forward</b>	<b>19,955,530</b>	<b>33,507,537</b>

**16. Prior Year Adjustments**

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

**17. Changes In Accounts Receivable – Outstanding Imprests**

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

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18.Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables $D = A + B - C$	-	-
Net changes in accounts payables $D - A$	-	-



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**Other Important Disclosures**

**19.1: Pending Accounts Payable (See Annex 1)**

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
<b>Total</b>	-	-

**19.2: Pending Staff Payables (See Annex 2)**

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	-	-

**19.3: Unutilized Fund (See Annex 3)**

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	3,282,620	1,826,598
Committee expense	1,042,000	-
Use of goods and services	4,580,057	3,456,256
Amounts due to other Government entities (see attached list)	82,900,000	10,400,000
Amounts due to other grants and other transfers (see attached list)	53,034,922	26,109,056
Acquisition of assets	104,882	34
Oversight Committee Expenses	800,000	-
Other Payments ( <i>specify</i> )	3,010,000	-
Funds pending approval	-	-
<b>Total</b>	<b>148,754,481</b>	<b>41,891,945</b>

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**18.4: PMC account balances (See Annex 5)**

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	4,533,117	2,738,701.1
Total	4,533,117	2,738,701.1



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XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	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.	-	-	-	-	
Sub-Total	-	-	-	-	
Grand Total	-	-	-	-	

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**Annex 2 - Analysis of Pending Staff Payables**

<b>Name of Staff</b>	<b>Designation</b>	<b>Date employed</b>	<b>Outstanding Balance 30<sup>th</sup> June 20xx</b>	<b>Comments</b>
NG-CDFC Staff	-	-	-	
1.	-	-	-	
2.	-	-	-	
3.	-	-	-	
Sub-Total	-	-	-	
Grand Total	-	-	-	



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**Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
<b>Administration &amp; Recurrent</b>				
Compensation of employees	Payment of staff salaries, gratuity, NSSF	3,282,620	1,826,598	
Committee Expenses	Payment of allowances	365,000	1,059,245	
Use of goods & services	Payments of operation costs	2,544,075	12,651	
<b>Sub-Total</b>		<b>6,191,695</b>	<b>2,898,495</b>	
<b>Monitoring and evaluation</b>				
2.1 Capacity building	Payments of training expenses	815,000	200,000	
2.2 Committee allowances	Payment of allowances	677,200	1,000,000	
2.3 Use of goods and services	Payments of operation costs	1,220,982	1,184,359	
<b>Sub-Total</b>		<b>2,713,182</b>	<b>2,384,359</b>	
<b>Amounts due to other Government entities</b>				
<b>Primary</b>				
Mulandanur Primary School	Construction to completion of two classroom	-		
Bisan Biliqo Primary School	Purchase of 100 wooden desks	-		
Goda Primary School	Construction to completion of two classroom	-		
Kubi Mata Muka Primary School ( <b>Dima Ado pry</b> )	Construction to completion of one classroom	-		
Attan Primary School	Construction to completion of administration block consisting of 4 rooms and a staff room	4,500,000		
Emejen Primary school	Completion of the 5 rooms administration block Plastering,	1,500,000		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	fixing of doors and windows, painting and flooring.			
Daaba Primary School	Construction to completion of one classroom	1,300,000	-	
Merti Muslim Primary School	Construction to completion of a 45 student laboratory for competency Based Curriculum	4,500,000	-	
Ramadhan Primary school	Construction to completion of two classroom	3,000,000	-	
Alraham Primary school	Construction to completion of two classroom	2,600,000	-	
Adhewarabesa Primary school	Construction to completion of one classroom	2,600,000	-	
Dololo Dakiye Primary School	Purchase of 100 wooden desks	500,000	-	
Awarsitu Primary School	Construction to completion of one classroom	1,300,000	-	
<b>Secondary</b>				
Bula Mpya Secondary school	Construction to completion of two classroom	2,600,000	-	
Eremeti Secondary school	Construction to completion of science laboratory expected to serve 45 students per session	4,500,000	-	
ST. Paul's Kiwanjani Mixed Day Secondary School	Construction to roofing level of 800 student capacity dining hall	10,000,000	-	
Kisima Mixed Day Secondary School	Construction to completion of 120 student capacity dining hall	5,000,000	-	
Biliqo Day Secondary School	Construction to completion of 120	5,000,000	-	



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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	student capacity dining hall			
Uhuru Secondary School	Construction to completion of administration block consisting of 4 offices and staffroom	4,500,000	-	
Elsa Secondary School	Purchase of 50 seater bus ( ISUZU FSR90N COWL E4 KENYA) with fittings to cater for Persons With Disabilities.	9,700,000	-	
Mwangaza Girls Secondary School	Purchase of 50 seater bus ( ISUZU FSR90N COWL E4 KENYA) with fittings to cater for Persons With Disabilities	9,700,000	-	
Ngaremara Girls Secondary School	Purchase of 50 seater bus ( ISUZU FSR90N COWL E4 KENYA) with fittings to cater for Persons With Disabilities	9,700,000	-	
<b>Sub-Total</b>		<b>82,900,000</b>	<b>10,400,000</b>	
<b>Amounts due to other grants and other transfers</b>				
<b>Bursary &amp;social Security</b>				
4.1 Secondary Schools	Payment of bursary to needy students in secondary schools	1,766,872	<b>16,316,175</b>	
4.2 Tertiary Institutions	Payment of bursary to needy students in tertiary institutions	20,117,846	-	
4.3 Social Security	Payment of bursary to needy students in special Institutions	4,998,000	-	
4.4 Special Needs	Provision of annual medical insurance cover Kshs.6,000 for 833 vulnerable families including Orphans and Vulnerable Children (OVCs), poor older persons, Persons	5,000,000	-	

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	with Disabilities (PWDs) and destitute families in partnership with NHIF as shall be identified within the Constituency.			
<b>Environment</b>				
Kambi Garba Primary School-Tree Planting	Planting of trees	200,000	-	
Bula Pesa Primary School-	Construction of 8No door twin pit-latrines	2,741,778	-	
Sports	Carry out Constituency Sport tournament (Ksh.800,000.00) and the winning teams/Schools to be awarded with trophies, balls, goal nets and games kits (Ksh.1,810,708.30)	5,358,062	-	
Emergency	To cater for any unforeseen occurrences in the constituency during the financial year	11,749,464	292,722	
Security		-	9,500,000	
Dadachabasa Police Post	Construction of a police post	-	-	
Mabatini Police Post	Construction of a police post	-	-	
Martaraba Chiefs Office hall	Construction chiefs office	-	-	
Isiolo County Commissioner's Office	Construction to completion of 3 door pit latrines and Urinal with one chamber taking care of persons with disability	1,092,900	-	
<b>Sub-Total</b>		<b>53,024,922</b>	<b>9,792,722</b>	



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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
<b>Acquisition of assets</b>				
Purchase of Photocopier Machine Kyocera(FS 6525MFP)	Purchase of Photocopier Machine Kyocera(FS 6525MFP)	178	-	
Purchase of Generator (Honda)	Purchase of Generator (Honda)	440	-	
Purchase of a Metallic office safe of <b>198Kgs</b>	Purchase of a Metallic office safe of 198Kgs	4,264	-	
Purchase of HP-Laptop core7	Purchase of HP-Laptop core7	100,000	-	
<b>Sub-Total</b>		<b>104,882</b>	<b>34</b>	
<b>Oversight Committee Expenses(itemize)</b>				
Accommodation - Domestic Travel	Payment of Accommodation on Domestic Travel	100,000	-	
Catering Services (receptions), Accommodation, Gifts, Food and Drinks	Payment of catering Services (receptions), Accommodation, Gifts, Food and Drinks	60,000	-	
Committee Allowances	Payment of COC members sitting allowances	150,000	-	
Daily Subsistence Allowance	Payment of Daily Subsistence Allowance	195,000	-	
Hire of Training Facilities and Equipment	Payment of hire of Training Facilities and Equipment	80,000	-	
Hire of Transport	Payment of Hire of Transport for monitoring and project visits	95,000	-	
Other Committee Expenses	Payment of Other Committee Expenses	20,000	-	
Remuneration of Instructors and Contract Based Training Services	Payment of Instructors and Contract Based Training Services	50,000	-	
Travel Costs (airlines, bus, railway, mileage allowances)	Payment of Travel costs	50,000	-	
<b>Sub-Total</b>		<b>800,000</b>		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
<b>Others (specify)</b>				
Isiolo North Strategic Plan	To facilitate in preparation, facts collection designing, typesetting, printing and launching of Isiolo North Constituency Strategic plan for the period between 2023-2027	3,010,000		
<b>Sub-Total</b>		<b>3,010,000</b>		
Funds pending approval				
<b>Grand Total</b>		<b>148,754,681</b>	<b>41,891,945</b>	



Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2021-2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022-2023
Land	-	-	-	-
Buildings and structures	18,000,000	-	-	18,000,000
Transport equipment	7,799,500	-	-	7,799,500
Office equipment, furniture and fittings	1,562,500	525,118	-	2,087,618
ICT Equipment, Software and Other ICT Assets	51,000	-	-	51,000
Other Machinery and Equipment	199,000	-	-	199,000
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>27,612,000</b>	<b>525,118</b>	<b>-</b>	<b>28,137,118</b>

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Annex 5 –PMC Bank Balances As At 30<sup>th</sup> June 2023

	PMC	Bank	Account number	Bank Balance as at 30/6/2023.	Bank Balance as at 30/6/2022.
1	Lakole Primary School – PMC Account	Equity Bank-Isiolo	410281206354	13,443	13,442.80
2	Ndonyo Lengala Primary School – PMC	Equity Bank-Isiolo	410282353881	2,000	
3	Mokori Primary School – PMC	Equity Bank-Isiolo	410282353964	14,450	
4	Kambi Garba Mixed Day Secondary School -- PMC Account	Equity Bank-Isiolo	410279741016	1,141	
5	Kambi Garba Primary School – PMC Account	Equity Bank-Isiolo	410279029190	5,667	
6	Kom Primary School – PMC	Equity Bank-Isiolo	410281283838	2,765	
7	Korbasa Primary School - PMC	Equity Bank-Isiolo	410279732398	1,428	
8	Lenguruma Primary School –PMC	Equity Bank-Isiolo	410281114740	1,794	
9	Oldonyiro Primary School - PMC	Equity Bank-Isiolo	410279839942	26,800	
10	Uhuru Primary School - PMC	Equity Bank-Isiolo	410281279305	3,590	
11	Wabera Day &Boarding Primary School – PMC Account	Equity Bank-Isiolo	410279833043	3,495	
12	Biliqo Day secondary school	Equity Bank-Isiolo	410278987288	110,165	
13	Biliqo Primary School - PMC	Equity Bank-Isiolo	0410278987288	1,560	2,710,275
14	Kambi Garba Primary School - PMC	Equity Bank-Isiolo	410279029190	5,667	5,667
15	Ngaremara Secondary School PMC Account	Equity Bank-Isiolo	410279868198	8,089	
16	Awarsitu Primary School - PMC	Equity Bank-Isiolo	410279944815	1,300,388	
17	Daaba Primary School Classroom CDF Account	Family Bank-Isiolo	70000015747	1,483,400	
18	Goda Primary School Classrooms CDF Account	Equity Bank-Isiolo	410284120054	1,392,936	200.30
19	Dima Ado Primary School Classroom CDF Account	Equity Bank-Isiolo	410284142062	152,781	
20	Bisan Biliqo Primary School Desks CDF Account	Equity Bank-Isiolo	410284214146	1,560	
21	Gamachuppy School	Equity Bank-Isiolo	0410280937357		186.80
22	Ntalabany Primary School	Equity Bank-Isiolo	0410281234261		246
23	Labarshereki Secondary School	Equity Bank-Isiolo	0410281234261		-7,745.20
24	Rumate Primary School	Equity Bank-Isiolo	0410281200079		-77.80
24	Badan Raro Primary School	Equity Bank-Isiolo	0410281431276		-860
	<b>Total</b>			<b>4,533,117</b>	<b>2,738,701.1</b>



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**Annex 6: Progress On Follow Up of Auditor Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/UERO/A UD/NGCDF/ISI OLO.NORTH/2 021-2022(25)	<p><b>1.0.Unaccounted for Bursary Funds</b></p> <p>The statement of receipts and payments together with Note 7 to the financial statements reflects Kshs.67,383,459 in respect to other grants and transfers which includes bursaries amounting to Kshs.28,503,452 disbursed to various secondary schools and Kshs.17,489,417 to tertiary institutions, all totalling to Kshs.45,992,869.</p> <p>However, minutes for bursary committee detailing how the bursaries were awarded were not provided for audit review. Further, examination of payment vouchers and supporting documents revealed that Kshs.8,580,769 had not been acknowledged through official receipts or acknowledgement letters by the beneficiary institutions.</p> <p>In the circumstances, accuracy and completeness of other grants and transfers of Kshs. 45,992,869 could not be confirmed.</p>	<p>We the management acknowledges that bursaries were not supported through official receipts or acknowledgement letters by the beneficiary institutions. Due to the vastness of the constituency the new management is in contact with the benefiting institution to have the acknowledgement letters delivered.</p>	Not Resolved	30/6/2024
OAG/UERO/A UD/NGCDF/ISI OLO.NORTH/2 021-2022(25)	<p><b>2.0.Unutilized Funds</b></p> <p>The statement of receipts and payments and as disclosed in note 6 to the financial statements reflects a balance of</p>	<p>It is true there were no timely implementation projects due to delayed disbursement of funds from</p>	Not Resolved	30/6/2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Kshs.106,596,895 in respect to transfer to other government units. However, despite the management the Fund disbursing funds to respective project management committees (PMCs), the projects with a total budget of Kshs.41,891,945 were not fully implemented during the period under review.</p> <p>In the circumstances, the value for money of the Kshs.41,891,945 expenditure could not be confirmed.</p>	<p>the board. The AIE NO.B155821 of Kshs.23,088,879.00 was received in the office on 10<sup>th</sup> June,2022 ,this was just 20days to closure of the financial hence not able to implement the project.</p>		
OAG/UERO/A UD/NGCDF/ISI OLO.NORTH/2 021-2022(25)	<p><b>3.0.Unsupported transfer to Secondary Schools</b></p> <p>The statement of receipts and payments together with Note 6 to the financial statements reflects transfers to other government units of Kshs.106,596,895 which, includes an amount of Kshs.57,480,000 relating to transfers to Secondary Schools. However, disbursement to Labarishereki Secondary Schools for Construction of administration block consisting of four rooms with a staff room to completion costing Kshs.4,500,000 did not have supporting documents such as tenders, quotations, Opening Evaluation and Award Minutes, Professional Opinion, Letters of offer and Acceptance and Contract Agreements.</p> <p>In the circumstances, the accuracy and completeness of transfers to other Government units of Kshs.4,500,000 could not be confirmed</p>	<p>The NG-CDF Management is contacting the school management to provide the file in the office.</p>	Not Resolved	30/6/2024
OAG/UERO/A UD/NGCDF/ISI	<p><b>Other Matter</b></p> <p><b>1.0 Budgetary Controls and Performance</b></p>	<p>It is true there were no timely implementation</p>	Not Resolved	30/6/2024



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OLO.NORTH/2021-2022(25)	<p>The summary statement of appropriation for the year ended June 2022 reflects budgeted receipts of Kshs.230,053,201 actual receipts of Kshs.208,216,966 resulting to underfunding of Kshs.21,836,235 or 9 % of the budget,</p> <p>Similarly, the fund expended Kshs.188,261,256 against an approved budget of Kshs.230,053,201 resulting to an under-expenditure of Kshs.41,791,945 or 18.1% of the budget The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.</p>	<p>projects due to delayed disbursement of funds from the board. The AIE NO.B155821 of Kshs.23,088,879.00 was received in the office on 10<sup>th</sup> June,2022 ,this was just 20days to closure of the financial hence not able to implement the project. (see attached copy)</p>		
OAG/UERO/AUD/NGCDF/ISI OLO.NORTH/2021-2022(25)	<p><b>2.0 Projects Implementation Status</b></p> <p>During the year under review, the Fund budgeted to implement total of fifty (50) projects comprising of forty-two (42) education, six (6) on security, one (1) on sports and one (1) environment.</p> <p>Review of the Projects Implementation Status revealed that the Fund was able to complete forty-one (41) of the projects while five (5) were still on-going but four projects had not started at all in spite of having been budgeted for and funded. Non-implementation of development projects affected service delivery to the public</p>	<p>It is true there was no timely implementation project due to delayed disbursement of funds from the board. The AIE NO.B155821 of Kshs.23,088,879.00 was received in the office on 10<sup>th</sup> June,2022 ,this was just 20days to closure of the financial hence not able to implement the project.</p>	Not Resolved	30/6/2024
OAG/UERO/AUD/NGCDF/ISI OLO.NORTH/2	<p><b>3.0 Unresolved Prior Year Matters</b></p> <p>In the audit report of the previous year, several paragraphs were raised under the report on financial statements, report</p>	<p>The NG-CDF Management is working on the report and it will be provided.</p>	Not Resolved	30/6/2024

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021-2022(25)	on lawfulness and effectiveness in use of public resources, and report on effectiveness of internal controls, risk management and governance. Although the Management has indicated that the issues have been responded to, the matters have remained unresolved as the relevant parliamentary committee has not met to deliberate on the same			

 7/9/2023

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Name: DAVID KABERIA MURUNGI  
Fund Account Manager.