

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 07 AUG 2024

DAY: WED 7/8/2024

PARLIAMENT
OF KENYA
LIBRARY

TABLED
BY:

Deputy Majority
Whip

OF

CLERK AT
THE TABLE:

Anastacia Thumbi

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2023**



Revised Template 30th June 2023



TURKANA EAST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

Table of Content	Page
I. Acronyms and Abbreviations.....	ii
II. Key Constituency Information and Management.....	iii
III. NG-CDFC Chairman’s Report	vii
IV. Statement Of Performance Against Predetermined Objectives for FY2022/23	x
V. Statement of Governance	xii
VI. Environmental and Sustainability Reporting.....	xiii
VII. Statement Of Management Responsibilities	xvii
VIII. Report Of the Independent Auditors On The NGCDF- Turkana East Constituency.....	xix
IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023	1
X. Statement Of Assets and Liabilities As At 30 th June, 2023	2
XI. Statement Of Cash Flows for The Year Ended 30th June 2023.....	3
XII. Summary Statement of Appropriation for The Year Ended 30 th June 2023	5
XIII. Budget Execution By Sectors And Projects For The Year Ended 30 th June 2023	7
XIV. Significant Accounting Policies	11
XV. Notes To the Financial Statements	17
XVI. Annexes.....	28

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

I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund
PFM-Public Finance Management
IPSAS-International Public Sector Accounting Standards.
PMC- Project Management Committee
FY-Financial Year
COC-Constituency Oversight Committee

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;

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Kwena Stephen
2.	Sub-County Accountant	Alex Mutua
3.	Chairman NGCDFC	Jairus Ekadeli Naon
4.	Member NGCDFC	Mana Maximila

(d) Fiduciary Oversight Arrangements

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

(e) Turkana East Constituency NGCDF Headquarters

P.O. Box 267-30500 lodwar
Lokori Market
DCC's Compound
Lokori , KENYA

(f) Turkana East Constituency NGCDF Contacts

Telephone: (254) 769934135
E-mail: cdfturkanaeast@ngcdf.go.ke
Website: www.go.ke

(g)Turkana East Constituency NGCDF Bankers

Kenya Commercial Bank
Lodwar Branch
P.O.Box 153
Lodwar

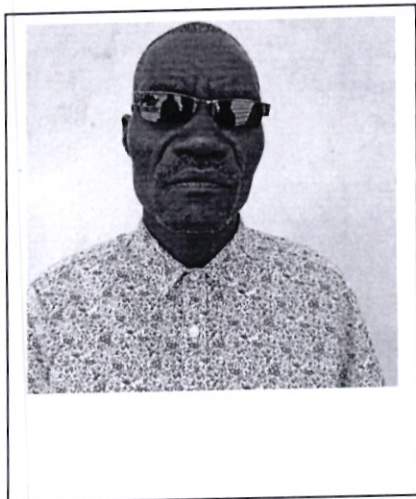
(h)Independent Auditors

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

(i)Principal Legal Adviser

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

III. NG-CDFC Chairman's Report



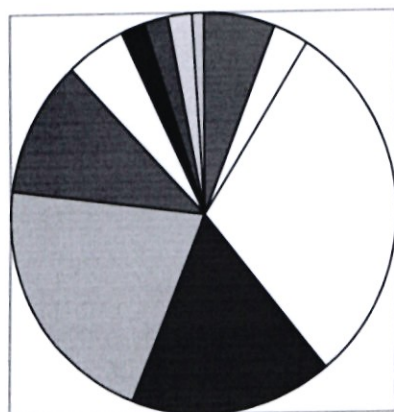
Turkana East national government constituency development funds as mandated by NG-cdf act, prioritized on projects for funding during the financial year 2022/2023. The committee after carrying out the needed assessments and in consultation with other stake holders came up with projects for funding and forwarded to the board for approval.

The following is the summary breakdown of proposed projects for funding during the financial year 2022/2023.

S/NO	PROPOSED NAME	AMOUNT ALLOCATED	%ALLOCATION
1.	Office administration	7,880,547.00	6
2.	Monitoring and evaluation	3,940,274.00	3
3.	Bursary	38,973,310.00	30
4.	Primary projects	21,850,000.00	17
5.	Secondary school projects	28,500,000.00	21
6.	Security projects	13,800,000.00	11
7.	Emergency reserve	7,636,190.00	5
8.	Sports activities	2,626,849.00	2
9.	Environmental projects	2,621,866.00	2
10.	COC	1,313,424.00	1
11.	Others- strategic plan	2,200,000	2
	TOTAL	131,342,460.00	100

Percentage of sector allocation

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



- ADMIN
- OFFICE ADMINISTRATION
- MONITORING&EVALUATION
- BURSARY
- PRIMARY PROJECTS
- SECONDARY PROJECTS
- SECURITY PROJECTS
- EMERGENCY
- SPORTS
- ENVIRONMENTAL PROJECTS
- STRATEGIC PLAN
- COC

During the financial year the committee received amount of Kshs.94, 000,000 from the board .The committee further managed to disburse funds and the expenditure as follows:

ITEM	AMOUNT SPENT
Compensation of employees	2,829,338.00
Use of goods and services	8,927,554.00
Transfers to Other Government Units	32,162,500.00
Other grants and transfers	51,445,464.00
Acquisition of Assets	-
TOTAL PAYMENTS	95,363,855.00

During the financial year there were several emergencies that occurred but the committee through its discretion managed to solve.

Achievements during the financial year

1. NGCDFC Turkana South managed to curb drought through distribution of food and non-food items.

**Challenges during the financial year
Drought:**

Lack of food and water in most of the settlements established through ngcdf funds thus affecting the learning programs in schools within these settlements.
Quality portable water is still a challenge even to the schools use hence some of the works end not being properly done

Late release of funds:

The committee experienced difficulties in project implementation due to late release of funds to the constituencies

Security threats

The security remains a serious challenge to the residents as some projects can't be utilised and some contractors can't fulfil their contracts

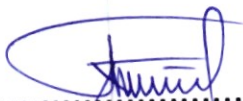
Staff concerns

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

Recommendations

- NG-CDFC to liase with NG-CDF board in order to find out whether the committee can establish boreholes in schools in order to provide water that will reduce the migration of communities leaving in those areas and also supply enough food stuffs.
- The board should try to release funds in time for ease of implementation.
- More technical staff to be employed so than the work may be done within the set deadlines
- The government to look into the issues concerning security

During 2022/2023 financial year, few projects were implemented (administration, monitoring and bursary) due to late release of funds from the board.



.....
Jairus Ekadeli Naon
CHAIRMAN NGCDF COMMITTEE

IV. Statement of Performance against Predetermined Objectives for FY2022/23

Introduction

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

The key development objectives of **Turkana South Constituency** 2023-2027 plan are to:

- To improve access, affordability and availability of quality education.
- To harness talent and empower youths.
- To cater for any unforeseen occurrences in the constituency.
- To promote environmental sustainability in the constituency.
- To enhance security in the constituency.
- To improve tracking of implementation of NG-CDF programmes
- To promote performance management and smooth running of the NG-CDF office

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education Accessibility	To improve access, affordability and availability of quality education	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In FY 22/23 we increased the number of classrooms and staff houses in various schools/institutions - provision of desks and bursary
Security	To enhance security in the constituency	Reduced number of insecurity cases in the constituency	Number of usable physical infrastructures built in NG-CDF offices, ACC offices and chiefs' offices	-we constructed additional number of chiefs' offices, rehabilitation of police stations, AP and police offices and houses. -NG-CDF office fenced and ACC offices constructed
Environment	To promote	Increase in the	Conservation of soil by	We constructed

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

	environmental sustainability	number of trees and proper collection of garbage and disposal of sewerage waste	trees and usable pit latrines	additional number of pit latrines and planted trees
Sports	To empower the youth and harness their talent	Increase in the number of youth groups and active sporting initiatives	Increase in development projects among the youth and increase in the number of forums held. Ease of access on devolved funds	We create awareness among the youth on the establishment of youth groups and allow ease of access to devolved funds
Emergency support	To cater for unforeseen occurrences in the constituency	Catering for any unforeseen occurrences in the constituency	Prompt response in case of any occurrences	We set aside funds for any emergencies
Tracking of results	To improve tracking of implementation of CDF programmes	Quality work is achieved	Efficiency in work performance and within the specified period	We organise capacity building programmes for NGCDFC'S and PMC's -we organise regular projects monitoring field visits
Institutional strengthening	To promote performance management and smooth running of CDF office	Well planned and organised work is achieved	Increase in the number of usable physical tools and equipments Employee satisfaction and availability of reports	We purchase working tools and equipments to make work easy and of quality We strategically plan for the future

V. Statement of Governance

(Two-to-three pages)

(Under this section, include the process of appointment and removal of NGCDFC Members, roles and functions of the Committee, induction, and training of Members. No of meetings held, disclose policy on conflict of interest, Members remuneration, ethics and conduct, risk management etc.)

VI. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

3. Employee welfare

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

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

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

4. Market place practices-

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

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

Public Awareness

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

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



Kwena Stephen
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-Turkana East Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 202X. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF- Turkana East Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023 and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Turkana East Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Turkana East Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted

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

for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- TURKANA EAST Constituency financial statements were approved and signed by the Accounting Officer on 12/4/2024 2024



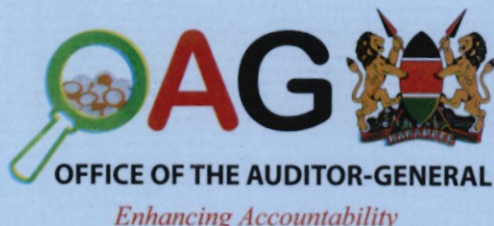
.....
Jairus Ekadeli Naon
Chairman – NGCDF Committee



.....
Kwena Stephen
Fund Account Manager

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - TURKANA EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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 that the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and 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 - Turkana East Constituency set out on pages 1 to 38, 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 the summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Turkana East Constituency as at 30 June, 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. Undisclosed Fixed Assets Balance

Annex 4 to the financial statements on summary of fixed assets register reflects historical cost balance of Kshs.30,760,320 as at 30 June, 2023 which excludes value of land. Further, the land on which the Fund's buildings and structures are built has not been valued and the ownership documents were not provided for audit.

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

2. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount to Kshs.51,445,464 which, as disclosed in Note 8 to the financial statements, includes bursary disbursements to secondary schools and tertiary institutions totalling Kshs.40,783,309. However, the supporting schedules reflects an amount of Kshs.38,669,000 resulting to an unexplained variance of Kshs.2,114,309.

Further, there was no evidence that a Bursary Sub-Committee was formed to vet and approve the bursaries applications, set the criteria for identifying the beneficiaries and there were no acknowledgements from the beneficiary institutions.

In the circumstances, the accuracy and completeness of the bursary payments amounting to Kshs.40,783,309 could not be confirmed.

3. Unsupported Sports Projects

The statement of receipts and payments reflects other grants and transfers amount of Kshs.51,445,464, which include expenditure on sports projects amounting to Kshs.2,769,000 as disclosed in Note 8 to the financial statements. However, review of expenditure records revealed that payments amounting to Kshs.2,260,000 were transferred to Kenya Primary Schools Head Teachers Association (KEPSHA) and Kenya

Secondary Schools Head Teachers Association (KESSHA) without requests from the associations, approval from the Committee and evidence of receipt and expenditure of the amounts.

In the circumstances, the occurrence and completeness of the sports expenditure of Kshs.2,260,000 could not be confirmed.

4. Unsupported Project Management Committee Bank Balances

Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balances totalling Kshs.3,917,189. However, cash books, bank reconciliation statements and certificates of bank balances for individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.3,917,189 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Turkana East Constituency Management in accordance with ISSAI 130 on the 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.154,085,136 and Kshs.116,742,674 respectively resulting to an under-funding of Kshs.37,342,462 or 24% of the budget. However, the Fund spent Kshs.95,729,588 against actual receipts of Kshs.116,742,674 resulting to an under-utilization of Kshs.21,013,086 or 18% of the actual receipts.

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

My opinion is not modified in respect of 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.

Other Matter

Unresolved Prior Year Matters

Annex 6 to the financial statements on progress on follow-up of auditor's recommendations disclosed that all issues raised during the 2021-2022 financial year

have been resolved. However, the issues resolved were not supported by the parliamentary committee recommendations. The issues therefore remained unresolved at the time of the audit.

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. Irregular Allocation of Emergency Budget

The statement of appropriation reflects original expenditure budget of Kshs.131,342,462 which includes emergency reserve amount of Kshs.7,636,190 or 6% of the budget. This amount exceeded the allowed limit of Kshs.6,567,123 being 5% of the total annual allocation to the Constituency by Kshs.1,069,067. This was contrary to Section 8(1) of the National Government Constituencies Development Fund Act, 2015 (Amended 2022), which requires that a portion of the Fund, equivalent to five per centum shall remain unallocated and shall be available for emergencies that may occur within the Constituency.

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

2. Late Remittance of Statutory Deductions

Review of Fund's payroll reflects an amount of Kshs.340,530 in respect of remittances to National Social Security Fund (NSSF), National Health Insurance Fund (NHIF) and Pay As You Earn (PAYE) deductions. However, review of the payment vouchers and deposit slips revealed that a total of Kshs.73,140 was remitted after the deadline of 9 of each of the subsequent month. This was contrary to Section 27(1) of the National Social Security Fund Act, 2013 and Section 16 of the National Health Insurance Fund Act, 2012 which requires statutory deductions to be remitted to the respective Fund within the due dates.

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

3. Irregular Cash Procurement

The statement of receipts and payments reflects other grants and transfers amount of Kshs.51,445,464 which, as disclosed in Note 8 to the financial statements, includes sports projects amount of Kshs.2,769,000. Review of expenditure records revealed cash purchases amounting to Kshs.471,000 for food and refreshments during schools sports day and during monitoring and evaluation exercises. However, these purchases in cash

exceeded the limit of Kshs.50,000 for low-value cash purchases. This was contrary to Regulation 92 of the Public Procurement and Asset Disposal Regulations, 2020 which requires that a procuring entity may use a low-value procurement procedure if the estimated cost of the goods, works or services being procured per item is less than or equal to the prescribed maximum value as set out in the First Schedule to the Regulations.

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

4. Stalled Construction of Dormitory at Lotubae Secondary School

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.32,161,500, which as disclosed in Note 7 to the financial statements, includes transfers to secondary schools amount of Kshs.23,861,500. The amount includes Kshs.12,681,250 transferred to Lotubae Secondary School for construction of various projects including construction of a 200-capacity dormitory equipped with double-deck metallic beds at Kshs.4,000,000. This contract was awarded at a contract sum of Kshs.3,999,620 and a price variation of Kshs.2,996,335 was made without evidence of approval and after payment of Kshs.3,590,000. Further, the tender advertisement, opening minutes, evaluation minutes, notification of award to the successful bidder, letter of acceptance and contract agreement were not provided for audit. In addition, there no monitoring and evaluation reports and evidence to support actual measured works while physical inspection on 14 March, 2024 revealed that the project was incomplete and the contractor was not on site.

In the circumstances, value for money on the expenditure on the project could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and 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 controls, risk management and overall governance

were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the Fund's 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

20 June, 2024


*Turkana East 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
Receipts			
Transfers From NGCDF Board	1	94,000,000	182,177,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	8,000
Total Receipts		94,000,000	182,185,758
Payments			
Compensation Of Employees	4	3,195,070	4,443,147
Committee expenses	5	3,628,847	1,743,550
Use Of Goods and Services	6	5,298,707	7,094,463
Transfers To Other Government Units	7	32,161,500	101,604,299
Other Grants and Transfers	8	51,445,464	74,861,446
Acquisition Of Assets	9		80,400
Other Payments	10		
Total Payments		95,729,587	189,827,307
Surplus/(Deficit)		(1,729,587)	(7,641,549)

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

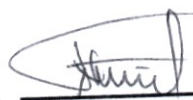
The Constituency financial statements were approved by the NGCDFC on 12/4/2023 and signed by:


Fund Account Manager

Kwena Stephen


National Sub-County Accountant

Alex Mutua
ICPAK M/No:


Chairman NG-CDF Committee

Jairus Ekadeli Naon

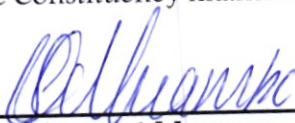
Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023


X. Statement Of Assets and Liabilities As At 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	11A	21,199,487	22,742,674
Cash Balances (Cash at Hand)	11B	-	-
Total Cash and Cash Equivalents		21,199,487	22,742,674
Accounts Receivable			
Outstanding Imprests			
Total Financial Assets		21,199,487	22,742,674
Financial Liabilities			
Accounts Payable (Deposits)			
Retention			
Gratuity	14	558,037	371,637
Total Financial Liabilities			
Net Financial Assets		20,641,450	22,371,037
Represented By			
Fund Balance B/Fwd	15	22,371,037	30,609,266
Prior Year Adjustments	16		(596,680)
Surplus/Deficit for The Year		(1,729,587)	(7,641,549)
Net Financial Position		20,641,450	22,371,037

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

The Constituency financial statements were approved by NG CDFC on 12/4/2024 and signed by:


 Fund Account Manager


 National Sub-County
 Accountant


 Chairman NG-CDF
 Committee

Name: Kwena Stephen

Name: Alex Mutua
 ICPAK M/No:

Name: Jairus Ekadeli Naon

*Turkana East 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
Receipts From Operating Activities			
Transfers From NGCDF Board	1	94,000,000	182,177,758
Other Receipts	3		8,000 -
Total Receipts		94,000,000	182,185,758
Payments			
Compensation Of Employees	4	3,195,070	4,443,149
Committee Expenses	5	3,628,847	1,743,550
Use Of Goods and Services	6	5,298,707	7,094,463
Transfers To Other Government Units	7	32,161,500	101,604,299
Other Grants and Transfers	8	51,445,464	74,861,446
Other Payments	10	-	
Total Payments		95,729,587	189,827,307
Total Receipts Less Total Payments			
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	17		
Increase/(Decrease) In Accounts Payable	18	186,400	(866,561)
Prior Year Adjustments	16		
Net adjustments		186,400	
Net Cash Flow from Operating Activities		(1,543,187)	(8,427,710)
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2		
Acquisition Of Assets	9	-	(80,400)
Net Cash Flows from Investing Activities		-	(80,400)
Net Increase In Cash And Cash Equivalent		(1,543,187)	(8,508,110)
Cash & Cash Equivalent At Start Of The Year	12	22,742,674	31,250,784
Cash & Cash Equivalent At End Of The Year		21,199,487	22,742,674

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

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

The Constituency financial statements were approved by NG CDFC on 12/4/2023 and signed by:



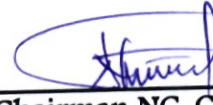
Fund Account Manager

Kwena Stephen



**National Sub-County
Accountant**

**Alex Mutua
ICPAK M/No:**



**Chairman NG-CDF
Committee**

Jairus Ekadeli Naon

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

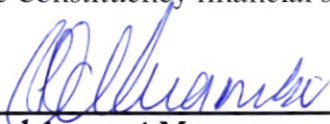
XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipt/Expense Item	Original Budget	Opening Balance (C/Bk) and AIA	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS			Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	131,342,462	22,742,674	0	154,085,136	116,742,674	37,342,462	
Proceeds from Sale of Assets			0	0	-	-	0.0%
Other Receipts			0	0	-	-	0.0%
TOTAL RECEIPTS	131,342,462	22,742,674	0	154,085,136	116,742,674	37,342,462	75.8%
PAYMENTS							
Compensation of Employees	2,930,960	1,605,561	0	4,536,521.00	3,195,070	1,341,451	70.4%
Committee Expenses	2,748,000	1,567,209		4,315,209.00	3,628,847	686,362	84.1%
Use of goods and services	6,141,863	703,810	0	6,845,673.00	5,298,707	1,546,966	77.4%
Transfers to Other Government Units	50,350,000	10,562,596	0	60,912,596.00	32,161,500	28,751,096	52.8%
Other grants and transfers	65,658,215	8,247,011	0	73,905,226.28	51,445,464	22,459,763	69.6%
Acquisition of Assets	0	10,487	0	10,487.00	-	10,487	0.0%
Other Payments	2,200,000	-	0	2,200,000.00	-	2,200,000	0.0%
Oversight committee expenses	1,313,424	-		1,313,424.00	-	1,313,424	0.0%
UNALLOCATED FUND	-	46,000	0	46,000.00	-	46,000	0.0%
TOTAL	131,342,462	22,742,674	0	154,085,136	95,729,588	58,355,549	62.1%

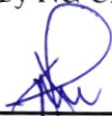
Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	58,355,549
Less undisbursed funds receivable from the Board as at 30 th June 2023	(37,342,462)
	21,013,087
Increase/ (decrease) Accounts payable	186,400
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 th June 2023	21,199,487

The Constituency financial statements were approved by NG CDFC on 12/4/2023 and signed by:


Fund Account Manager

Kwena Stephen


National Sub-County Accountant

Alex Mutua
ICPAK M/No:


Chairman NG-CDF Committee

Jairus Ekadeli Naon

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

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

Programme/Sub-programme	Original Budget(a)		Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	30-06-23		
	Kshs		Kshs	Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent								
1.1 Compensation of employees	2,930,960	1,605,561.00	-	4,536,521	2,829,338	1,707,183	60	
1.2 Committee allowances	1,128,000	937,793.00	-	2,065,793	2,064,000	1,793	0	
1.3 Use of goods and services	3,821,587	(148,169.00)	-	3,673,418	2,444,539	1,228,879	50	
Total	7,880,547	2,395,185	-	10,275,732	7,337,877	2,937,855	40	
2.0 Monitoring and evaluation								
2.1 Capacity building	684,000	542,000.00	-	1,226,000	440,250	785,750	178	
2.2 Committee allowances	936,000	629,416.00	-	1,565,416	1,564,847	569	0	
2.3 Use of goods and services	2,320,274	309,979.00	-	2,630,253	2,413,918	216,335	9	
Total	3,940,274	1,481,395	-	5,421,669	4,419,015	1,002,654	23	
3.0 Emergency								
3.1 Primary Schools	-	-	-	-	-	-	-	
3.2 Secondary schools	-	-	-	-	-	-	-	
3.3 Tertiary institutions	-	-	-	-	-	-	-	
3.4 Security projects	-	-	-	-	-	-	-	
3.5 Unutilised	7,636,190.00	3,302,207.00	-	10,938,397	5,893,155	5,045,242	86	

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

Total	7,636,190	3,302,207	-	10,938,397	5,893,155	5,045,242	86
4.0 Bursary and Social Security							
4.1 Secondary Schools	20,000,000.00	99.00	-	20,000,099	20,000,000	99	0
4.2 Tertiary Institutions	18,973,309.80	10,001.00	-	18,983,311	18,983,309	2	0
4.3 Social Security	-	1,800,000.00	-	1,800,000	1,800,000	-	
4.4 Special Needs	0	-	-	-	-		
Total	38,973,310	1,810,100	-	40,783,410	40,783,309	101	0
5.0 Sports							
Constituency Sports Tournament	2,276,849.24	2,542,704.00	-	4,819,553	2,769,000	2,050,554	74
Regional sports Activities	350,000.00	-	-	350,000	-	350,000	#DIV/0!
Total	2,626,849	2,542,704	-	5,169,553	2,769,000	2,400,554	87
6.0 Environment							
Lokori Chiefs office	600,000.00	-	-	600,000	-	600,000	#DIV/0!
AIC Lokwi Day Secondary School	750,000.00	-	-	750,000	750,000	-	-
Silale Primary School	750,000.00	-	-	750,000	750,000	-	-
Morulem Assistant Chiefs Office	500,000.00	-	-	500,000	-	500,000	#DIV/0!
NG-CDF Turkana East-office	21,866.24	92,000.00	-	113,866	-	113,866	#DIV/0!
Total	2,621,866	92,000	-	2,713,866	1,500,000	1,213,866	81
7.0 Primary Schools Projects							
Lokaburu Primary School	3,400,000.00	-	-	3,400,000	-	3,400,000	#DIV/0!
Nakatong'wa Primary School	2,150,000.00	-	-	2,150,000	-	2,150,000	#DIV/0!
Naukotolem Primary School	2,150,000.00	-	0.00	2,150,000	0	2,150,000	#DIV/0!
Kaibole Primary School	2,150,000.00	-	0.00	2,150,000	0	2,150,000	#DIV/0!
Nayanakaton Primary School	2,150,000.00	-	0.00	2,150,000	0	2,150,000	#DIV/0!
Namorutungwa Primary School	2,150,000.00	-	0.00	2,150,000	0	2,150,000	#DIV/0!

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

Katamanak Primary School	2,150,000.00	-	0.00	2,150,000	600,000.00	1,550,000	258
Lotiman Primary School	2,150,000.00	-	0.00	2,150,000	0	2,150,000	#DIV/0!
Natukon Primary School	3,400,000.00	-	-	3,400,000	0	3,400,000	#DIV/0!
Lomunyenakwan primary school	-	1,500,000.00	-	1,500,000	1,500,000	-	-
Nayanaekaton Primary school	-	1,500,000.00	-	1,500,000	1,500,000	-	-
Huruma Primary School	-	1,500,000.00	-	1,500,000	1,500,000	-	-
katilia primary school	-	2,000,000.00	-	2,000,000	2,000,000	-	-
nawoiyakipor primary school	-	600,000.00	-	600,000	600,000	-	-
lokori girls primary school	-	600,000.00	-	600,000	600,000	-	-
Total	21,850,000	7,700,000	-	29,550,000	8,300,000	21,250,000	256
8.0 Secondary Schools Projects							
Katilia Girls Secondary School	9,000,000.00	181,298.00	-	9,181,298	9,180,250.00	1,048	0
Katilia Girls Secondary School	2,000,000.00	-	0	2,000,000	2,000,000	-	-
Lotubae Girls Secondary School	10,000,000.00	2,681,298.00	-	12,681,298	12,681,250	48	0
Kangitit Boys Secondary School	7,500,000.00	-	-	7,500,000	0	7,500,000	#DIV/0!
Total	28,500,000	2,862,596	-	31,362,596	23,861,500	7,501,096	31
9.0 Tertiary institutions Projects							
	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
10.0 Security Projects							
Lomunyenakwan Police Post	7,800,000.00	-	-	7,800,000	-	7,800,000	#DIV/0!
Katilia Police Post	6,000,000.00	-	0.00	6,000,000	0	6,000,000	#DIV/0!
NAPEITOM POLICE	-	500,000.00	0.00	500,000	500,000.00	-	-
Total	13,800,000	500,000	-	14,300,000	500,000	13,800,000	2,760
11.0 Acquisition of assets							
motorvehicle/cycle	-	10,487.00	-	10,487	-	10,487	#DIV/0!

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

		10,487	-	10,487	-	10,487	-	10,487	#DIV/OI
Total									
12.0 Other payments									
NG-CDF Turkana East Strategic Plan	2,200,000.00	-	0.00	2,200,000	0	2,200,000	0	2,200,000	#DIV/OI
Total	2,200,000	-	-	2,200,000	-	2,200,000	-	2,200,000	#DIV/OI
13.0 Other payments									
NG-CDF Turkana East COC	1,313,424.00	-	0.00	1,313,424	0	1,313,424	0	1,313,424	#DIV/OI
Total	1,313,424	-	-	1,313,424	-	1,313,424	-	1,313,424	#DIV/OI
14.0 unallocated fund									
Unapproved projects	-	-	-	-	-	-	-	-	-
AIA	-	46,000.00	-	46,000	-	46,000	-	46,000	#DIV/OI
PMC savings	-	-	-	-	-	-	-	-	-
Total	-	46,000	-	46,000	-	46,000	-	46,000	#DIV/OI
	131,342,460	22,742,674	-	154,085,134	95,363,855	58,721,279	-	62	

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash 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 7th June 2022 for the period 1st July 202x to 30th 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 30th 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.

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

XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
	Kshs	Kshs
NGCDF Board		
AIE NO185279	7,000,000	
AIE NO185430	6,000,000	
AIE NO185803	15,000,000	
AIE NO206206	5,000,000	
AIE NO205623	19,000,000	
AIE NO205018	12,000,000	
AIE NO207698	15,000,000	
AIE NO207936	15,000,000	
AIE NO105312		34,188,879.30
AIE NO105574		44,000,000
AIE NO105948		22,000,000
AIE NO128726		5,000,000
AIE NO163885		12,000,000
AIE NO154229		12,000,000
AIE NO154448		18,000,000
AIE NO155502		24,088,879
AIE NO888508		10,900,000
TOTAL	94,000,000	182,177,758.30

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	Kshs	Kshs
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	-	-
Total	-	-

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

3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	8,000
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	8,000

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

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,428,180.00	2,437,290
Personal allowances paid as part of salary	-	-
House Allowance	91,500	-
Transport Allowance	105,000	-
Leave allowance	30,000	-
Gratuity to contractual employees	430,230	1,779,058.80
Employer Contributions Compulsory national social security schemes	110,160	226,800
Total	3,195,070	4,443,148.80

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	2,064,000	1,633,300
Other committee expenses	1,564,846.69	110,250
Total	3,628,846.69	1,743,550

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

6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	75,294	34,706
Communication, supplies and services	519,711	
Domestic travel and subsistence	1,068,681.63	2,883,381.25
Printing, advertising and information supplies & services	135,000	
Rentals of produced assets		
Training expenses	440,250	1,057,281.17
Hospitality supplies and services	211,352	892,200
Insurance costs		
Specialized materials and services		
Office and general supplies and services	434,500	114,760
Fuel, oil & lubricants	1,134,500	397,000
Other operating expenses		120,000
Routine maintenance – vehicles and other transport equipment	1,086,268	1,548,552
Routine maintenance – other assets	100,220	
Bank charges	92,930.40	46,582.28
Total	5,298,487.03	7,094,462.70

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

Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	8,300,000	63,300,000
Transfers To Secondary Schools (See Attached List)	23,861,500	33,304,299.42
Transfers To Tertiary Institutions (See Attached List)	-	5,000,000
Total	32,161,500	101,604,299.42

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	21,800,000	28,625,627.39
Bursary – tertiary institutions (see attached list)	18,983,309	29,301,834.61
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Security projects (see attached list)	500,000	12,742,206.90
Sports projects (see attached list)	2,768,999.68	2,591,777.58
Environment projects (see attached list)	1,500,000	1,600,000
Emergency projects (see attached list)	5,893,155	-
Roads projects (see attached list)	-	-
Total	51,445,463.68	74,861,446.48

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

Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	80,400
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
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	-	-
Total	-	80,400

10. Other Payments

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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

11. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
11A: Bank Accounts (Cash Book Bank Balance)		
	21,199,486.90	22,742,674
<i>Name Of Bank, Account No. (1147030472)</i>		
<i>Name of Bank, account No. (Deposits account)</i>		
Total	21,199,486.90	22,742,674
11 B: Cash on Hand		
Location 1		
Location 2		
Location 3		
Other Locations (<i>Specify</i>)		
Total		

12. Outstanding Imprests

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

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

Notes to the Financial Statement Continued

13. Retention

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

14. Gratuity

	<i>2022-2023</i>	<i>2021-2022</i>
	KShs	KShs
Gratuity as at 1 st July (A)	371,637	1,238,198
Gratuity held during the year (B)	622,535	1,779,059
Gratuity paid during the Year (C)	436,135	2,645,620
Closing Gratuity as at 30 th June D= A+B-C	558,037	371,637

15. Fund Balance B/F

	<i>(1st July 2022-2023)</i>	<i>(1st July 2021-2022)</i>
	Kshs	Kshs
Bank accounts	22,371,037.00	30,609,266.00
Cash in hand	-	-
Imprest	-	-
Total	22,371,037.00	30,609,266.00
Less		
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	-	-

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

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	(-)	(641,518)	(596,680)
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	(641,518)	(596,680)

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	6,440,800	
Imprest surrendered during the Year (C)	6,440,800	
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	371,637	1,238,198
Deposit and Retentions held during the year (B)	622,535	1,779,059
Deposit and Retentions paid during the Year (C)	436,135	2,645,620
closing account payables D= A+B-C	558,037	371,637
Net changes in accounts payables D-A	186,400	(866,561)

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

Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	213,500
Supply of services	-	443,068
Total	-	656,568

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of employees	1,341,451	3,605,560
Committee expense	686,362	1,419,209
Use of goods and services	1,546,966	161,819
Amounts due to other Government entities (see attached list)	28,751,096	4,862,596
Amounts due to other grants and other transfers (see attached list)	22,459,763	12,637,003
Acquisition of assets	10,487	13,530
Other Payments (strategic plan & ngcdf office)	2,200,000	-
Oversight committee expenses	1,313,424	
Funds pending approval	46,000	268,000
Total	58,355,549	22,967,717

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

18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	3,917,189,49	37,793,298
Total	3,917,189,49	37,793,298

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					

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

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

**Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023
Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2022/23	Outstanding Balance 2021/2022	Comments
Compensation of employees	Pay Salaries	1,707,183	3,605,561	
Use of goods & services	Purchase of Goods	2,233,326	1,581,020	
Amounts due to other Government entities				
Huruma Primary school	Construct 1 classroom with 50 Desks	0	1,500,000	
Lomunyenakwan primary	Construct 1 classroom with 50 Desks	0	1,500,000	
Nayenakaton primary	Construct 1 classroom with 50 Desks	0	1,500,000	
Katilia Girls sec school	To purchase insurance	1,048	181,298	
Lotubae Girl	To purchase insurance	48	181,298	
kangitit boys secondary school		7,500,000		
lokaburu Primary school		3,400,000		
nakatong'wa Primary school		2,150,000		
naukotolem Primary school		2,150,000		
kaibole Primary school		2,150,000		
nayanakaton Primary school		2,150,000		
namorutunga Primary school		2,150,000		
katamanak Primary school		1,550,000		
lotian Primary school		2,150,000		
natukon Primary school		3,400,000		
Sub-Total		32,691,605	4,862,596	

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

Amounts due to other grants and other transfers				
Environment	Construct Pit Latrines	1,213,866	592,000	
sports	Carry Out Sports	2,400,554	3,042,704	
Bursary	Pay Bursary to needy students	101.00	10,099.00	
Social security	Pay social security	0	1,800,000	
Emergency	Meet Emergency in the constituency	5,045,242	7,192,207	
security		13,800,000		
Sub-Total		22,459,763	12,637,010	
Acquisition of assets	Maintain motor bike,	10,487	13,530	
Sub-Total		10,487	13,530	
Sub-Total				
Strategic plan		2,200,000.00		
NGCDF office		1,313,424.00		
AIA		46,000	268,000	
Grand Total		58,721,279	22,967,717	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2021/2022	Additions during the year (Kshs) 2022/2023	Disposals during the year (Kshs) 2022/2023	Historical Cost (Kshs) At Year End 2022/2023
Land	-	-	-	-
Buildings and structures	14,580,400	-	-	14,580,400
Transport equipment	12,041,070	-	-	12,041,070
Office equipment, furniture and fittings	3,533,070	-	-	3,533,070
ICT Equipment, Software and Other ICT Assets	605,780	-	-	605,780
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	30,760,320	-	-	30,760,320

Turkana East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023
Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance Current 2022/2023	Bank Balance 2021/2022
LOKICHEDA PRIMARY SCHOOL	KCB	1158409109	132.12	258
LOPEDURU PRIMARY SCHOOL	KCB	1276792409	39078	40204
SILALE PRIMARY SCHOOL	KCB	1276811519	10467	871719
NAYANA EKATON PRIMARY SCHOOL	KCB	1171209959	79,715.55	0
NAMALTENY PRIMARY SCHOOL	KCB	1157386644	17906	19032
NAPEITOM PRIMARY SCHOOL	KCB	12792658385	0	149058
LOMUNYENAKWAN PRIMARY SCHOOL	KCB	1136412859	616,573.00	13959
KAMUGE PRIMARY SCHOOL	KCB	1157385753	6,039.55	232516
KIDEWA PRIMARY SCHOOL	KCB	1280521171	42,349.00	639478
NADOTO PRIMARY SCHOOL	KCB	1157736793	28,516.55	29643
AIC LOKWII PRIMARY SCHOOL	KCB	1232792896	4,659.20	17083
EMANMAN PRIMARY SCHOOL	KCB	1171209703	5,037.55	6364
LOKWII PRIMARY SCHOOL	KCB	1236781619	15,831.00	17083
ECHOKE PRIMARY SCHOOL	KCB	1157385656	33,838.02	3505402
LOKAMUSIO PRIMARY SCHOOL	KCB	1165591189	5003.05	6129
LOMELO PRIMARY SCHOOL	KCB	1263033008	8,292	3004418
LOKORI MIXED PRIMARY SCHOOL	KCB	1285405684	2,578	3704
LOKORKOR PRIMARY SCHOOL	KCB	1136413359	40,037.80	0

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

PMC	Bank	Account number	Bank Balance Current 2022/2023	Bank Balance 2021/2022
LOTUBAE PRIMARY SCHOOL	KCB	1270274899	1,207.00	3003569
NAKWASINYON PRIMARY SCHOOL	KCB	1165591014	13,549.55	14676
LOPII PRIMARY SCHOOL	KCB	1238167179	50	4373
KADAM PRIMARY SCHOOL	KCB	1286229863	52079	53206
LOMOMUG RESETTLEMENT/GSU	KCB	1232792896	4,659.20	6911
KAPEDO MIXED PRIMARY SCHOOL	KCB	1157028381	6874.73	8001
KAARUKO PRIMARY SCHOOL	KCB	1279266643	1,308.00	2784
ELELEA PRIMARY SCHOOL	KCB	1133682413	1,352.91	2679
RCEA YOUNG YU PRIMARY	KCB	1279431350	2,109.00	3525
KANGITIT GIRLS SECONDARY SCHOOL	KCB	1133385567	0	0
KATILIA GIRLS SECONDARY SCHOOL	KCB	1260909433	13,182.00	8490974
LOKORI POLICE STATION	KCB	1279955562	51,103.90	336361
AIC HURUMA PRIMARY SCHOOL	KCB	1292715138	424,313.00	595845
LOKORI CHIEF'S OFFICE	KCB	1293734918	9,809.00	10935
KATILIA PRIMARY SCHOOL	KCB	1291648291	49,229.00	865975
KWOLONG PRIMARY SCHOOL	KCB	1292703563	2,949.00	4165
LOKWAMOSING POLCE	KCB	1290864586	1,524.00	2650
NAWOIYAKIPOR PRIMARY SCHOOL	KCB	1294476688	79,639.00	553375
KATAMANAK PRIMARY SCHOOL	KCB	1298157677	0	2302775
LOKOSIMEKORI PRIMARY SCHOOL	KCB	1136413359	40,037.80	0

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

PMC	Bank	Account number	Bank Balance Current 2022/2023	Bank Balance 2021/2022
KANGITIT BOYS SECONDARY SCHOOL	KCB	1289075549	8,658.00	3205930
NAMORUTUNGA PRIMARY SCHOOL	KCB	1165591308	3,980.05	700106
LOKORI GIRLS PRIMARY SCHOOL	KCB	1297299310	1,824.00	597950
NADOME PRIMARY SCHOOL	KCB	1297159403	3,849.00	299975
LOTUBAE GIRLS SECONDARY SCHOOL	KCB	1234843633	982,023.55	8390
NABWELNYANG PRIMARY SCHOOL	KCB	1292741856	58,629.00	1942855
NAKUKULAS PRIMARY SCHOOL	KCB	1285387538	51,009.00	3002975
MORULEM PRIMARY SCHOOL	KCB	1297252829	79,164.42	3216290
TURKANA EAST TECHNICAL & VOCATIONAL COLLEGE.	KCB	1260820785	10,304	0
KAPEDO GIRLS PRIMARY SCHOOL	KCB	1255411899	3,128.00	0
NGAMIA ONE SECONDARY SCHOOL	KCB	1256344362	4,053.00	0
KAPEDO MIXED SECONDARY SCHOOL	KCB	1109850190	45,286.78	0
NAKATONGWA PRIMARY SCHOOL	KCB	1238658385	276,513.00	0
KAIBOLE PRIMARY SCHOOL	KCB	1157385885	38,479.00	0
NAMORUTUNGA SECONDARY SCHOOL	KCB	1165591308	3,980.05	0
KANGITIT PRIMARY SCHOOL	KCB	1158020147	81,783.55	0
NAUKOTOLEM PRIMARY SCHOOL	KCB	1232748390	46,248.90	0
KEPALOR PRIMARY SCHOOL	KCB	1288956657	313,599.00	0
KAPEDO SECONDARY SCHOOL	KCB	1109850190	45,286.78	0
KAPDEO GIRLS PRIMARY SCHOOL	KCB	1157028381	6,874.73	0

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

PMC	Bank	Account number	Bank Balance Current 2022/2023	Bank Balance 2021/2022
KATILIA POLICE POST	KCB	1279955562	51,103.90	0
LOTIMAN PRIMARY SCHOOL	KCB	1288950705	2,415.00	0
LOKWAMOSING PRIMARY SCHOOL	KCB	1136869182	4,803.00	0
KIDEWA PROJECT MGT COMMITTEE	KCB	1122840837		0
KAEMOMERI PRIMARY SCHOOL	KCB	1132512875	5,625.00	0
AIC KATILIA BOYS HIGH SCHOOL	KCB	1133720005	68,365.49	0
MORULEM MIXED SECONDARY SCHOOL	KCB	1157736149	1,210.81	0
KAMUGE PROJECT MANAGEMENT COMMITTEE	KCB	1261541960	7,963.00	0
Total			3,917,189.49	37,793,298

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

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
<i>2020-2021-1-01-0128-09/08</i>	The statement of receipts and payments for the year ended 30 June, 2021 does not fairly state the bursaries to secondary schools	The Financial statement was amended	Resolved	
	Delay in fund disbursements results in delay of projects or programs in approved budget and therefore denies the residents of Turkana East Constituency the services and benefits accruing from completed projects.	This is beyond the management , for the funds are from the exchequer	Resolved	
	The management of Turkana East NG - CDF should ensure that the constituency bursary subcommittee is established in accordance with the Board directive and that proper documentation is done on the processing and award of bursaries	The Management has made the arrangement on the Bursary Committee	Resolved	
	The management should ensure that budgeted fund are adequately utilized for the residents to benefit. from services accruing from such Funds	The Management is working on speedy procurement procedures	Resolved	
	Failure to utilize all the funds as budgeted for is an indication that programs or activities were not	NG-cdf Turkana East Management strives achieve targets to utilize	Resolved	

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

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)
	implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Turkana East Constituency	all its budgeted funds However there are conditions that are beyond its reach like insecurity and Drought to the project beneficiaries and we wouldn't risk funds in such situations		
	The management should ensure all payments are adequately supported	Please find the attached tender, opening, award acceptance and completion documents for the said projects	Resolved	
	The FAM Manager should adhere to Public Procurement And Assets Disposal Act, 2015.	The motor cycle from Toyota Kenya was acquired under the government agreement(annex iii) and the management is still waiting for the log book	Resolved	



.....
Name:Kwena Stephen
Fund Account Manager.

