

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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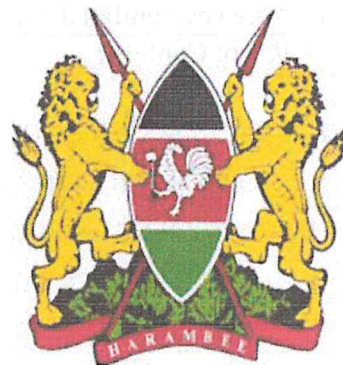
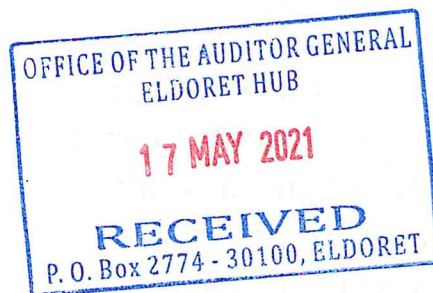
G. Chebet.

THE AUDITOR-GENERAL

ON

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

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



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

REPORTS AND FINANCIAL STATEMENTS

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

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

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

Table of Content	Page
I KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	2
II FORWARD BY THE CHAIRMAN NGCDFC COMMITTEE.....	5
III STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES...	8
IV CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	10
V STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES.....	12
VI REPORT OF THE INDEPENDENT AUDITORS ON THE NGCDF MARAKWET EAST CONSTITUENCY.....	13
VII STATEMENT OF RECEIPTS AND PAYMENTS.....	14
VIII STATEMENT OF ASSETS AND LIABILITIES.....	15
IX STATEMENT OF CASHFLOW.....	16
X SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	17
XI BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	18
XII SIGNIFICANT ACCOUNTING POLICIES.....	23
XIII NOTES TO THE FINANCIAL STATEMENTS.....	27

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Edwin Siele
2.	Sub-County Accountant	Rebecca Biwott
3.	Chairman NGCDFC	Noah Kiptoo
4.	Member NGCDFC	Emily Kimosop

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF Marakwet East Constituency Headquarters

Marakwet East NG-CDF Office
P.O. Box 298-30705
Kapsowar.
Chesoi NG-CDF hall
Chesoi, KENYA

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

(f) NGCDF Marakwet East Constituency Contacts

Telephone: (254) 728 573 065
 : (254) 725 603 034
Email: cdfmarakweteast@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF Marakwet East Constituency Bankers

1. Equity Bank
Kapsowar
1570261546678
P.O.BOX 17430705
KAPSOWAR

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

NG-CDF fund has and continues to touch, change and transform lives of common citizen down at the grass root level. That has been achieved through bursary fund to needy but bright school going students who would have dropped out if not for NG-CDF bursary fund intervention. Notably also there is no clear structure to administer the social security program in the constituency. It is upon the NG-CDF board to expedite issuance of a policy guidelines towards social security programmes.

The slow implementation of projects was due to delayed disbursement of funds from NG-CDF Board. There is need for bursary/social security allocation to be reviewed upwards to match increasing needs of school fees.

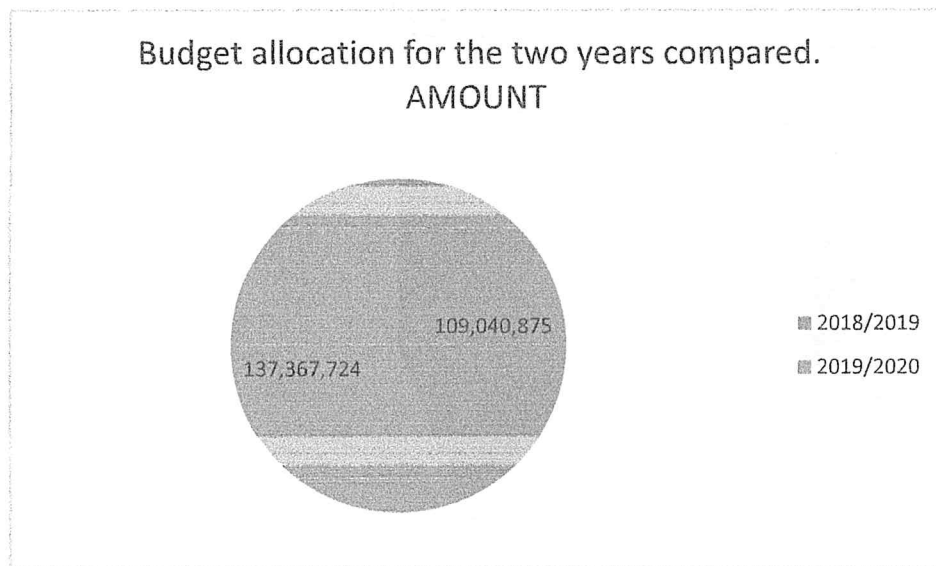
There are quite a number of challenges facing constituents in Marakwet East constituency ranging from poor road networks, power outages, communication/network problems, insecurity along the borders, landslides, thunder and lightning strikes. With collaboration, networking and partnering with stakeholders, the above challenges could be solved. The constituency launched constituency strategic plan in September 2019 which aims at giving strategic direction, focus and concentration of funds to ensure maximum benefit to all in an effective and efficient manner.

I would like to thank all stakeholders in CDF projects in Marakwet East including the project management committees, development partners, and government line ministries.

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

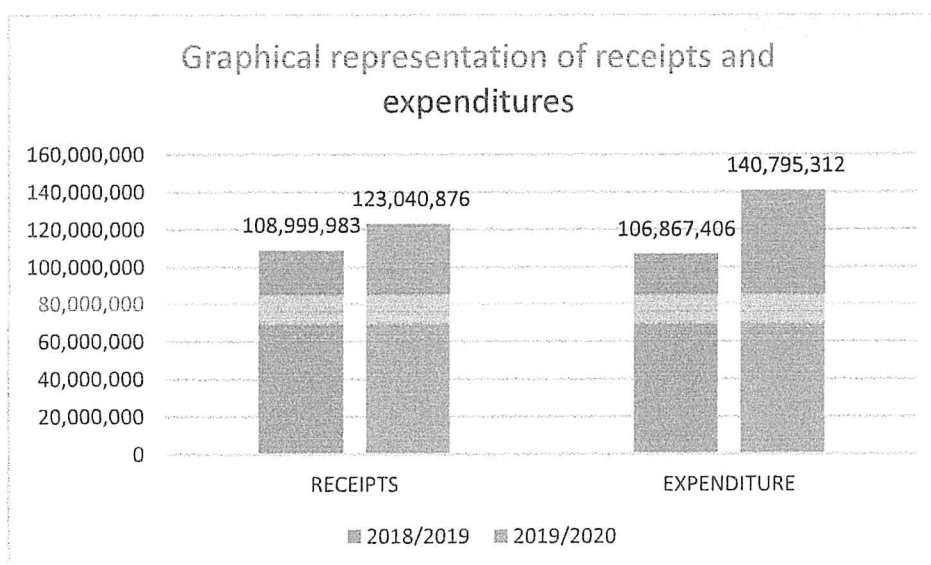
Budget allocation for the two years compared on a pie chart.

FY	AMOUNT
2018/2019	109,040,875
2019/2020	137,367,724



Total receipts Vs Expenditure

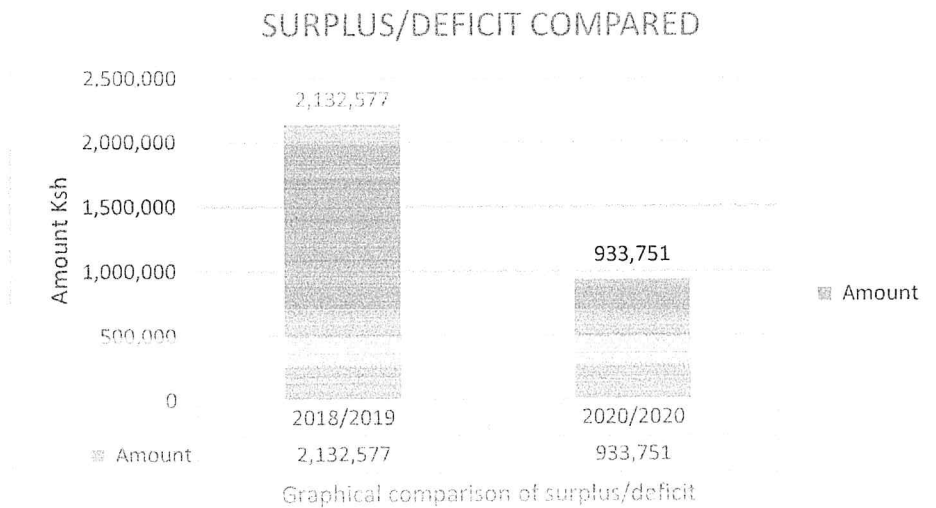
FY	RECEIPTS	EXPENDITURE
2018/2019	108,999,983	106,867,406
2019/2020	123,040,876	140,795,312



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

Graphical comparison of surplus for financial years 2018/2019 and 2019/2020

Surplus/Deficit Compared	Amount
2018/2019	2,132,577
2020/2020	933,751



Sign
CHAIRMAN NG-CDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PRE-DETERMINED OBJECTIVES

Introduction

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

The key development objectives of NGCDF- Marakwet East Constituency's 2018-2022 Strategic plan are to:

- a) Education- To improve student outcomes and enabling environment for quality learning
- b) Security- To create peaceful, secure and enabling environment through support of infrastructure in the ministry of interior at the constituency.
- c) Sports- To create opportunities for young people and marginalized group to harness their potential and capabilities through sports.
- d) Environment- To strengthen environmental conservation and protection through supporting community environmental initiatives.
- e) Emergency- To respond effectively and efficiently to unforeseen occurrences hampering lives of the constituents of Marakwet East Constituency.

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve student outcomes and enabling environment for quality learning	<ol style="list-style-type: none"> 1. Improved teaching and learning environment for improved students outcomes 2. Increased pupils class attendance 3. Talents developed and strengthened <p>Increased employability skills among the youth</p>	<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 	<p>In financial year 2019/2020</p> <ul style="list-style-type: none"> -we increased number of classrooms by 32, dormitories by 5, laboratories by 1 in various schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	To create peaceful, secure and enabling environment through	<ol style="list-style-type: none"> 1. Effective and efficient security and administration department in the constituency 	<ul style="list-style-type: none"> -number of complete and usable chiefs camps and police stations 	<p>In financial year 2019/2020</p> <ul style="list-style-type: none"> -we increased the number of chiefs and assistant chiefs offices by 10 and police

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MARAKWET EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

	support of infrastructure in the ministry of interior at the constituency	2. Reduction of criminal behaviors, insecurity and delinquency 3. Increased community ownership of security and peace	-Decreased number of insecurity	stations by 2 and 1 ACC office renovated.
Environment	To strengthen environmental conservation and protection through supporting community environmental initiatives.	1. Strengthened environment conservation and protection 2. Increased tree cover and green spaces in schools and community 3. Increased Community ownership of environment initiatives	Percentage of increased forest cover.	In financial year 2019/2020 -we planted 5,000 trees seedlings in four schools/institutions
Sports	To create opportunities for young people and marginalized group to harness their potential and capabilities through sports	1. Nurture talents in sports and arts 2. Enabling environment for social interaction and personal development	Improved talent management and enrolment into sport training camps and national athletics championships	In financial year 2019/2020 -we purchased sport equipment worth ksh 200,000 in four schools/institutions
Disaster Management	Respond effectively and efficiently to unforeseen occurrences that may affect lives of constituents	1. Ensure learning in schools continue uninterrupted by natural calamities 2. Improve service delivery to the residents by mitigating effects of natural disasters	Number of emergency projects funded using emergency funds within a financial year. -number of beneficiaries of emergency project	In financial year 2019/2020 -we funded 16 projects in various institutions and schools for toilets, blown roofs.

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. Sustainability strategy and profile -

The Sustainable Development Goals guide achievement of a better and more sustainable future for all which Kenyan Government is a signatory. They address the global challenges we face, including those related to poverty, inequality, climate, environmental degradation, prosperity, and peace and justice. The Goals interconnect and in order to leave no one behind, it is important that we achieve each Goal and target by 2030. The constituency will play a role in the realization of the SDG's.

2. Environmental performance

The operational environment of Marakwet East Constituency is determined by internal and external dynamics which have an impact on current and future aspirations. An assessment of this environment is therefore critical in first understanding the strategic positioning and understanding its immediate and medium-term strategies for improved fund delivery. This section presents the milestones achieved, strategic gaps, challenges, emerging issues and key lessons learnt in the last five years. An analysis of the NG-CDF's Strengths, Weaknesses, Opportunities and Threats (SWOT) has been carried out to assess its most immediate operational environment. The Political, Economic, Social, Technological, Environmental and Legal factors have also been analysed to develop a view of the external environment in which it operates. Finally, determining the Stakeholders and understand their needs so that it informs clear agenda of engagement in the implementation of this strategic objectives.

Employee welfare

The NG_CDFCs shall be responsible for implementing the board decisions in consultation with constituency stakeholders. The secretariat shall be responsible for day to day management of the affairs of the NG-CDF in the constituency through provision of administrative and technical support in the implementation of programs and board directives. The staff members are stationed at Marakwet East NG-CDFC offices. The secretariat is headed by the fund manager who is an officer seconded to the constituency by NG-CDF Board. The Fund Manager manages the day to day operations at the constituency level and gives advice to the NG-CDF Committees as they implement projects according to the laws in place. The fund manager is supported by a secretary, records officer, account assistant, clerk of works, driver, security officers, clerical offices and casual staff. NG-CDF shall strive to increase the capacity of all its personnel to be able to deliver on the mandate and objective of NG-CDF management. Key strategies that will be employed are on the job trainings, Sponsorship to refresher courses in relevant fields, Capacity building twice every year on current and emerging issues affecting their careers, Annual staff performance appraisal, Motivation and reward on results delivered and hard work

3. Market place practices-

To strengthen environmental conservation and protection through supporting community environmental initiatives.

Expected outcome

- a. Strengthened environment conservation and protection
- b. Increased tree cover and green spaces in schools and community
- c. Increased Community ownership of environment initiatives

Strategies

- a. Environment Allocate financial resource to tree planting and Purchase of water tanks and water harvesting maintenance facilities
- b. Support soil conservation activities
- c. Development of sewerage systems that includes septic tanks and toilets in schools and public places
- d. Support community awareness on environmental conservations
- e. Integrate environmental conservation into NG-CDF projects
- f. Support schools with tree seedlings

4. Community Engagements -

The management has developed through an extensive consultation internally and externally community initiatives towards solving community challenges and environmental conservation e.g. water harvesting, planting of trees, soil conservation. Some of the forums undertaken include public participation in all the wards, stakeholders' workshop, key informant interviews and the NG-CDFCs workshop. The process is participatory, consistent with the spirit of the constitution and all the relevant legal frameworks. We ensured everyone was involved for ownership of the initiatives. With clear understanding of our status we will ensure we scale up in delivering the programs and increase citizens ownership for socio-economic development of the constituency.

Among the initiatives identified and integrated in the NG-CDFC work plan include but not limited to the following.

- i. Support community awareness on environmental conservations
- ii. Integrate environmental conservation into NG-CDF projects
- iii. Support schools with tree seedlings

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

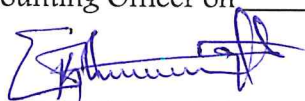
The Accounting Officer in charge of the NGCDF- Marakwet East Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2020. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF- Marakwet East Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the entity's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-Marakwet East Constituency further confirms the completeness of the accounting records maintained for the entity, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-Marakwet East Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF-Marakwet East Constituency financial statements were approved and signed by the Accounting Officer on _____ 2020.



Fund Account Manager
Edwin Siele



Sub-County Accountant
Rebecca Biwott, ICPAK M/No. 12091

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

VI. REPORT OF THE INDEPENDENT AUDITORS ON THE NG-CDF- MARAKWET EAST
CONSTITUENCY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2019

REPORT ON THE FINANCIAL STATEMENT

Qualified opinion

I have audited the accompanying financial statement of National Government Constituencies Development Fund Marakwet East Constituency set out on pages 1 to 30, which comprises the statement of receipts and payments, statement of assets and liabilities as at 30 June 2019, statement of cash flows, summary statement of appropriation; recurrent and development combined, budget execution by programmes and sub-programmes for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with 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 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 Marakwet East Constituency as at 30 June, 2019 and of its financial performance and its cash flows for year then ended in accordance with International public Sector Accounting Standards (Cash Basis) and comply with Public Finance Management Act 2012.

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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NAIROBI

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Marakwet East Constituency set out on pages 14 to 52, which comprise of the statement of financial assets and liabilities as at 30 June, 2020 and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined, for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respect, the financial position of the National Government Constituencies Development Fund - Marakwet East Constituency as at 30 June, 2020, 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 National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

1.0 Transfers to Other Government Entities

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects transfers to other Government entities amounting to Kshs.76,238,513 relating to funds disbursed to various Project Management Committees. The balance includes an amount of Kshs.45,369,257 under transfers to secondary schools which include an amount Kshs.2,300,000 disbursed to St. Paul Kapkondot Secondary School for the completion of a library. Review of the contract indicated that the Project Management Committee of the school was implementing the project under labour based contract where the committee purchased materials and engaged labourers. However, the

Project Management Committee did not maintain records of materials purchased, their usage and balances.

Further, the balance includes disbursements to Mogil Secondary School and Simbirir Girls High School balance of Kshs.350,000 each all totalling to Kshs.700,000 on administrative costs. However, the expenditure was not supported with verifiable documentary evidence.

In the circumstances, it was not possible to confirm the accuracy, completeness and validity funds totalling to Kshs.76,238,513.

2.0 Unsupported Award of Bursary to Tertiary Institutions

The statement of receipts and payments as disclosed in Note 7 to the financial statements, reflects other grants and transfers balance of Kshs.53,132,745. The balance includes bursary disbursements of Kshs.33,694,745. However, the criteria used to vet, approve and award the students bursary was not availed.

Further, the bursary sub-committee did not include two co-opted members from the area education office seconded by the Ministry of Education as stipulated in the National Government Constituencies Development Fund Act, 2015.

In the circumstance, the accuracy, completeness and validity of bursaries totalling to Kshs.33,694,745 could not be confirmed.

3.0 Unsupported Committee Account Balances

Disclosed in Note 17.4 to the financial statements is Project Management Committee account balances of Kshs.48,191,333. However, cash books, bank confirmation certificates and bank reconciliation statements from the Project Management Committees were not provided.

In the circumstance, the validity, accuracy, completeness and existence of Committee account balances of Kshs.48,191,333 could not be ascertained.

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

Key Audit Matters

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

Other Matter

1.0 Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.210,0976,787 and Kshs.141,729,063 respectively resulting to an under-funding of Kshs.68,367,724 or 32% of the budget. Similarly, the Fund expended Kshs.140,795,312 against an approved budget of Kshs.210,0976,78 resulting to an under-expenditure of Kshs.69,301,475 or 33% of the budget.

The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the residents of Marakwet East constituency.

2.0 Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given satisfactory explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury and Planning Circular reference No.AG.4/16/3 Vol.1(9) dated 24 June, 2020.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1.0 Delay in Project Implementation

Review of the project status reports and relevant records availed for audit review revealed that a total of Kshs.89,080,064 was disbursed to seventy-six (76) projects for the construction of buildings during the year under review. However, forty projects (40) budgeted for Kshs.52,230,064 were completed, thirty-three (33) projects with a total cost of Kshs.33,650,000 were ongoing, two (2) projects with a total cost of Kshs.1,700,000 had not started while one (1) Project with a budget of Kshs.1,500,000 had not started yet had received the funds.

Further, projects with a total cost of Kshs.127,971,204 some dating back to the financial year 2014/2015 had stalled. No explanation was provided by the fund for not allocating funds for completion of the stalled projects.

Consequently, it could not be confirmed whether the public will obtain value for money on the delayed projects.

2.0 Unsatisfactory Implementation of Projects

Project verification of thirteen (13) projects with a funding amounting to Kshs.42,900,000 carried out in the month of February, 2021 revealed unsatisfactory matters in six (6) of the projects with a total cost of Kshs.12,200,000 as shown in the table below:

	Project Name	Activity	Disbursement (Kshs.)	Observations
1.	Ngenyireel Primary School	Construction of six (6) classroom to completion	4,000,000	Tittle of Land not availed, construction on going, No regular curing was done,
2.	Kimuren Primary School	Renovation of eight (8) classrooms	3,000,000	Painting was not satisfactorily done
3.	Sambalat Primary School	Construction of one classroom and fencing	1,500,000	Construction of the classroom was incomplete
4.	Tuturung primary school	Construction of two (2) classroom	1,200,000	Incomplete, ongoing.
5.	Liter Primary School	Fencing of four (4) acre school compound	1,000,000	Complete but some posts were loose
6.	Queen of Peace Secondary School	Completion of dormitory	1,500,000	Not accounted for
	Total		12,200,000	

Consequently, it could not be confirmed whether the public will obtain value for money on the unsatisfactory implemented projects.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed. I confirm that, nothing else has come to my attention to cause me

to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and 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 the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but

is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material

uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

17 February, 2022

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY**

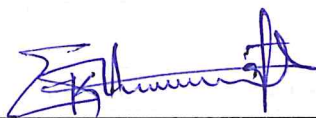
Reports and Financial Statements

For the year ended June 30, 2020

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

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	123,040,876	108,984,483
Proceeds from Sale of Assets	2		
Other Receipts	3		<u>15,500</u>
TOTAL RECEIPTS		123,040,876	108,999,983
PAYMENTS			
Compensation of employees	4	2,963,133	2,707,911
Use of goods and services	5	6,115,518	7,105,382
Transfers to Other Government Units	6	76,238,513	44,969,257
Other grants and transfers	7	53,132,745	48,974,616
Acquisition of Assets	8	1,469,383	600,000
Other Payments	9	<u>876,020</u>	<u>2,510,240</u>
TOTAL PAYMENTS		140,795,312	106,867,406
SURPLUS/(DEFICIT)		<u>(17,754,436)</u>	<u>2,132,577</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Marakwet East Constituency financial statements were approved on _____ 2020 and signed by:



Fund Account Manager
Edwin Siele



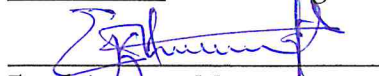
National Sub-County Accountant
Rebecca Biwott, ICPAK M/No. 12091

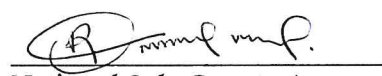
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 MARAKWET EAST CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2020

VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2019

	Note	2019-2020	2018-2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10A	933,751	18,688,187
Cash Balances	10B		
Total Cash and Cash Equivalents		933,751	18,688,187
Accounts Receivable			
Outstanding Imprests	11		
TOTAL FINANCIAL ASSETS		933,751	18,688,187
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A		
Deposits (Gratuity)	12B		
TOTAL FINANCIAL LIABILITIES			
NET FINANCIAL ASSETS		<u>933,751</u>	<u>18,688,187</u>
REPRESENTED BY			
Fund balance b/fwd	13	18,688,187	16,555,610
Prior year adjustments	14		
Surplus/Deficit for the year		(17,754,436)	2,132,577
NET FINANCIAL POSITION		<u>933,751</u>	<u>18,688,187</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Marakwet East Constituency financial statements were approved on _____ 2020 and signed by:


 Fund Account Manager
 Edwin Siele

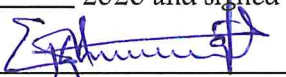

 National Sub-County Accountant
 Rebecca Biwott, ICPAK M/No. 12091


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

I. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2019

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts for operating income			
Transfers from NGCDF Board	1	123,040,876	108,984,483
Other Receipts	3		<u>15,500</u>
Total receipts		123,040,876	108,999,983
Payments for operating expenses			
Compensation of Employees	4	2,963,133	2,707,911
Use of goods and services	5	6,115,518	7,105,382
Transfers to Other Government Units	6	76,238,513	44,969,257
Other grants and transfers	7	53,132,745	48,974,616
Other Payments	9	876,020	2,510,240
Total payments		139,325,929	106,267,406
Total Receipts Less Total Payments			
Adjusted for:			
Decrease/ (Increase) in Accounts receivable: (outstanding imprest)	15		
Increase/ (Decrease) in Accounts Payable: (deposits/gratuity and retention)	16		
Prior year adjustments	14		
Net cash flow from operating activities		(16,285,053)	2,732,577
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		
Acquisition of Assets	8	1,469,383	600,000
Net cash flows from Investing Activities		(1,469,383)	(600,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		(17,754,436)	2,132,577
Cash and cash equivalent at BEGINNING of the year	13	18,688,187	16,555,610
Cash and cash equivalent at END of the year		<u>933,751</u>	<u>18,688,187</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Marakwet East Constituency financial statements were approved on _____ 2020 and signed by:


Fund Account Manager
Edwin Siele


National Sub-County Accountant
Rebecca Biwott, ICPAK M/No. 12091

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MARAKWET EAST CONSTITUENCY
Reports and Financial Statements for the year ended June 30, 2020

IX. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	137,367,724	72,729,063	210,096,787	141,729,063	68,367,724	67.5%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
	137,367,724	72,729,063	210,096,787	141,729,063	68,367,724	67.5%
PAYMENTS						
Compensation of Employees	2,980,000	2,243,401	5,223,401	2,963,133	2,260,268	56.7%
Use of goods and services	8,009,419	5,028,773	13,038,192	6,115,518	6,922,674	46.9%
Transfers to Other Government Units	80,680,064	27,600,000	108,280,064	76,238,513	32,041,551	70.4%
Other grants and transfers	45,698,241	35,511,486	81,209,727	53,132,745	28,076,982	65.4%
Acquisition of Assets	-	1,469,383	1,469,383	1,469,383	-	-
Other Payments	-	876,020	876,020	876,020	-	-
TOTALS	137,367,724	72,729,063	210,096,787	140,795,312	69,301,475	67.0%

(a) Commentary on significant underutilization.

- The under-utilization on compensation to employees was amount received in the financial year relating previous financial year of ksh 55,040,876 with employee compensation of ksh 2,243,401.
- Second half of the total allocation had not been received at the close of the financial year.
- The under-utilization in most of the items is as a result of spill over of funds relating to financial year 2018/2019 of Ksh 55,040,876 and the pending disbursement from the to the constituency of ksh 68,367,724 as at 30th June 2020.

The NGCDF-Marakwet East Constituency financial statements were approved on _____ 2020 and signed by

Fund Account Manager
Edwin Siele

Sub-County Accountant
Rebecca Biwotti, ICPAK M/No. 12091



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MARAKWET EAST CONSTITUENCY
Reports and Financial Statements for the year ended June 30, 2020

X. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30-06-20	Budget utilization difference
	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	2,980,000	2,243,401	5,223,401	2,963,133	2,260,268
1.2 Committee allowances	2,700,000	2,530,123	5,230,123	3,629,300	1,600,823
1.3 Use of goods and services	1,188,387	727,424	1,915,811	1,244,217	671,594
2.0 Monitoring and evaluation					
2.1 Capacity building	1,871,032	1,000,000	2,871,032	-	2,871,032
2.2 Committee allowances	1,600,000	200,000	1,800,000	1,242,000	558,000
2.3 Use of goods and services	650,000	571,226	1,221,226	-	1,221,226
3.0 Emergency	7,198,241	2,538,994	9,737,235	5,488,993.00	4,248,242
3.1 Primary Schools	-	-	-	-	-
3.2 Secondary schools	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-
3.4 Security projects	-	-	-	-	-
4.0 Bursary and Social Security					
4.1 Primary Schools	-	-	-	-	-
4.2 Secondary Schools	20,000,000	14,303,259	34,303,259	26,214,052	8,089,207
4.3 Tertiary Institutions	10,000,000	13,080,720	23,080,720	7,479,700	15,619,840
4.4 Universities	-	-	-	-	-
4.5 Social Security	-	-	-	-	-
5.0 Sports					
5.1 Chesongoch primary school	50,000		50,000	-	50,000
5.2 Kapchemurkeldet primary school	50,000		50,000	-	50,000
5.3 Kumbulul primary school	50,000		50,000	-	50,000
5.4 Liter Secondary school	50,000		50,000	-	50,000
Ngenyireel primary school	-	50,000	50,000	-	50,000
Kararia primary school	-	50,000	50,000	-	50,000
Chorwa primary school	-	50,000	50,000	-	50,000
Lukuget day secondary school	-	50,000	50,000	-	50,000
Muswon primary school	-	50,000	50,000	50,000	-

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MARAKWET EAST CONSTITUENCY
Reports and Financial Statements for the year ended June 30, 2020

Boroko primary school	700,000	-	700,000	700,000	-
Kapchebau primary school	600,000	-	600,000	-	600,000
Itum primary school	800,000	-	800,000	800,000	-
Mkeno primary school	1,500,000	-	1,500,000	1,500,000	-
Tuturung primary school	1,200,000	-	1,200,000	1,200,000	-
Kimuren primary school	3,000,000	300,000	3,300,000	3,300,000	-
St Peters Korion primary school	700,000	-	700,000	700,000	-
Matum primary school	700,000	-	700,000	700,000	-
Kipsimbo primary school	1,400,000	-	1,400,000	700,000	700,000
Chelimwo primary school	700,000	-	700,000	-	700,000
Mokwony primary school	700,000	200,000	900,000	200,000	700,000
Mureto primary school	700,000	-	700,000	700,000	-
Kaptora primary school	600,000	-	600,000	-	600,000
Muswon primary school	600,000	-	600,000	-	600,000
Kapkeny primary school	1,000,000	-	1,000,000	1,000,000	-
Kipyebo primary school	800,000	-	800,000	800,000	-
Kumulul primary school	300,000	-	300,000	-	300,000
Murkutwa primary school	-	500,000	500,000	500,000	-
Embomir primary school	-	669,256	669,256	669,256	-
Chepkog primary school	-	1,200,000	1,200,000	1,200,000	-
Kapchemurkeldet primary school	-	700,000	700,000	700,000	-
Kimongo primary school	-	500,000	500,000	500,000	-
Liter primary school	-	1,000,000	1,000,000	1,000,000	-
St Michael primary school	-	200,000	200,000	200,000	-
Katilit primary school	-	700,000	700,000	700,000	-
Chebilil primary school	-	500,000	500,000	-	500,000
Chawis primary school	-	400,000	400,000	-	400,000
Kapkuto primary school	-	1,000,000	1,000,000	-	1,000,000
8.0 Secondary Schools Projects					
Kamasia secondary school	2,500,000	-	2,500,000	2,500,000	-
Kerio Valley Secondary school	5,400,000	600,000	6,000,000	6,000,000	-
Liter secondary school	1,400,000	-	1,400,000	-	1,400,000
Queen of peace secondary school	1,500,000	6,500,000	8,000,000	8,000,000	-
Kapkondot secondary school	2,500,000	500,000	3,000,000	3,000,000	-
St Michael secondary school	2,380,064	1,000,000	3,380,064	1,000,000	2,380,064

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MARAKWET EAST CONSTITUENCY
Reports and Financial Statements for the year ended June 30, 2020

Kapchebau secondary school	3,000,000	-	3,000,000	3,000,000	-
Lukuget secondary school	1,500,000	-	1,500,000	1,500,000	-
Mogil day secondary school	7,000,000	-	7,000,000	7,000,000	-
Kapkuto mixed day secondary school	1,000,000	-	1,000,000	1,000,000	-
Sambirir girls secondary school	7,000,000	-	7,000,000	7,000,000	-
St Augustine Kapyego secondary school	700,000	469,257	1,169,257	1,169,257	-
Sambirir Boys secondary school	500,000	-	500,000	-	500,000
Ishmael chelang'a secondary school	-	700,000	700,000	700,000	-
St Marys Mon secondary school	-	1,000,000	1,000,000	1,000,000	-
Kaptich girls secondary school	-	1,200,000	1,200,000	1,200,000	-
Tot day secondary schools	-	1,300,000	1,300,000	1,300,000	-
9.0 Tertiary institutions Projects					
9.1					
10.0 Security Projects					
Koibirir chief's office	1,000,000	-	1,000,000	1,000,000	-
Endo chiefs office	700,000	-	700,000	-	700,000
Tot Assistant County Commissioners office	500,000	-	500,000	-	500,000
Kaptich chief's office	200,000	-	200,000	200,000	-
Kapyego police station	1,200,000	-	1,200,000	200,000	1,000,000
Kapyego chiefs office	700,000	-	700,000	-	-
Kamelei security camp	1,000,000	500,000	1,500,000	1,000,000	500,000
Tuturung Assistant chiefs office	200,000	-	200,000	-	200,000
Nyirar Assistant chiefs office	-	200,000	200,000	200,000	-
Chebilib chiefs office	-	400,000	400,000	400,000	-
Chesetan AP Line	-	400,000	400,000	400,000	-
Chesongoch ACC's office	-	3,000,000	3,000,000	3,000,000	-
Tenderwa Assistant chiefs office	-	200,000	200,000	-	200,000
Liter police station	-	200,000	200,000	-	200,000
Kapkobil AP camp	-	3,000,000	3,000,000	3,000,000	-
Kipchumwa AP Camp	-	2,000,000	2,000,000	2,000,000	-
Kessom Assistant chiefs office	-	700,000	700,000	700,000	-
Endul Assistant chiefs office	-	200,000	200,000	200,000	-
Korou Assistant chiefs office	1,000,000	-	1,000,000	1,000,000	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MARAKWET EAST CONSTITUENCY
Reports and Financial Statements for the year ended June 30, 2020

Wewo Assistant chiefs office	500,000	-	500,000	500,000	-
Kibiriem chiefs office	300,000		300,000	-	300,000
Kipkaner chiefs office	400,000		400,000	-	400,000
Kapsicha assistant chiefs office	500,000		500,000	-	500,000
11.0 Acquisition of assets	-	-	-	-	-
11.1 Motor Vehicles (including motorbikes)	-	-	-	-	-
11.2 Construction of CDF office	-	1,469,383	1,469,383	1,469,383	-
11.3 Purchase of furniture and equipment	-	-	-	-	-
11.4 Purchase of computers	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-
12.0 Others					
12.1 Strategic Plan		876,020	876,020	876,020	-
12.2 Innovation Hub					
	137,367,724	72,729,063	210,096,787	140,795,312	69,301,475

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

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits 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-Marakwet East Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

SIGNIFICANT ACCOUNTING POLICIES**5. In-kind contributions**

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Fund

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2020.

14. Errors

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

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

15. Related Party Transactions

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

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

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
AIE NO. 2017/2018/B005307		28,000,000
AIE NO. 2016/2017/B005315		200,000
AIE NO. 2017/2018/B005285		26,784,483
AIE NO. 2018/2019/B030273		10,000,000
AIE NO. 2018/2019/B030499		10,000,000
AIE NO. 2018/2019/B006446		6,000,000
AIE NO. 2018/2019/A724474		11,000,000
AIE NO. 2018/2019/B042938		17,000,000
AIE NO. 2018/2019/B047244	49,540,876	
AIE NO. 2018/2019/B047332	4,500,000	
AIE NO. 2019/2020/B041127	4,000,000	
AIE NO. 2019/2020/B047610	20,000,000	
AIE NO. 2019/2020/B047972	6,000,000	
AIE NO. 2019/2020/B049374	14,000,000	
AIE NO. 2019/2020/B104398	15,000,000	
AIE NO. 2019/2020/B096609	9,000,000	
AIE NO. 2018/2019/B096790	1,000,000	
TOTALS	123,040,876	108,984,483

2. PROCEEDS FROM SALE OF ASSETS

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

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

NOTES TO THE FINANCIAL STATEMENTS

3. OTHER RECEIPTS

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

4. COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	Kshs	Kshs
Basic wages of temporary employees	2,408,919	2,579,111
Personal allowances paid as part of salary	-	-
Pension and other social security contributions (Gratuity)	497,414	-
Employer Contributions Compulsory national social security schemes	56,800	-
Total	2,963,133	2,579,111

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

NOTES TO THE FINANCIAL STATEMENTS

5. USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	Kshs	Kshs
Committee Expenses	4,871,500	5,541,800
Utilities, supplies and services	959,621	1,330,507
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	-	-
Insurance costs	-	-
Fuel, Oil and lubricants	250,000	200,000
Office and general supplies and services	-	-
Bank service commission and charges	34,397	13,075
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	-	-
Electricity	-	20,000
Total	6,115,518	7,105,382

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools	30,869,256	26,169,257
Transfers to secondary schools	45,369,257	18,800,000
Transfers to tertiary institutions	-	-
TOTAL	76,238,513	44,969,257

7. OTHER GRANTS AND OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Bursary – secondary schools	26,233,865	23,371,032
Bursary – tertiary institutions	7,460,880	8,630,084
Bursary – special schools	-	-
Mock & CAT	-	-
Security projects	13,800,000	10,500,000
Sports projects	50,000	421,500
Environment projects	100,000	572,000
Emergency projects	5,488,993	5,480,000
Total	53,132,745	48,974,616

11: OUTSTANDING IMPRESTS

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

12A. RETENTION

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

12B. GRATUITY DEPOSITS

	2019 - 2020	2018-2019
	Kshs	Kshs
Name 1	-	-
Total	-	-

13. BALANCES BROUGHT FORWARD

	2019-2020	2018-2019
	Kshs	Kshs
Bank accounts	18,688,187	16,555,610
Cash in hand	-	-
Imprest	-	-
Total	18,688,187	16,555,610

14. PRIOR YEAR ADJUSTMENTS

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**MARAKWET EAST CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2020****15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST**

	2019 - 2020	2018 - 2019
	Ksh	Ksh
Outstanding Imprest as at 1 st July 2019	-	-
Imprest issued during the year	-	-
Imprest surrendered during the Year	-	-
Net changes in account receivables	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2019 - 2020	2018 - 2019
	Ksh	Ksh
Deposit and Retentions as at 1 st July 2019	-	-
Deposit and Retentions held during the year	-	-
Deposit and Retentions paid during the Year	-	-
Net changes in account receivables	-	-

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

NOTES TO THE FINANCIAL STATEMENTS

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (Annex 1)

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

17.2: PENDING STAFF PAYABLES (Annex 2)

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff	-	-
Others	-	-
	-	-

17.3: UNUTILIZED FUND (Annex 3)

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	2,243,401	1,629,738
Use of goods and services	5,028,773	4,199,679
Amounts due to other Government entities	21,938,513	28,330,743
Amounts due to other grants and other transfers	41,172,973	33,372,672
Acquisition of assets	1,469,383	1,488,203
Others	876,020	4,677,027
	72,729,063	73,698,062

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

MARAKWET EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS

17.4: PMC account balances (Annex 5)

	2019-2020	2018-2019
	Kshs	Kshs
PMC account Balances	48,191,333	24,183,083
	48,191,333	24,183,083

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MARAKWET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MARAKWET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020
ANNEX 3 – UNUUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Employee salaries	Payment of staff salaries and gratuity	2,243,401		
Goods and services	Purchase of fuel, repairs and maintenance, printing, stationery, telephone, travel and subsistence, office tea.	727,424		
Committee expenses	Payment of committee sitting allowances	2,530,123		
MONITORING AND EVALUATION				
Goods and services	Purchase of fuel, repairs and maintenance, printing, stationery, airtime, travel and subsistence.	571,226		
Committee expense	Payment of committee M&E allowances, transport and conferences	200,000		
NG-CDFC/PMC capacity building	Undertake training of the PMC's/NG-CDFC's on NG-CDF related issues	1,000,000		
Amounts due to other Government entities				
Sambirir girls secondary school	Purchase of 52 seater school bus	6,500,000.00		
St Michael secondary school	Plaster, painting, flooring, doors and windows of 4 classes	1,000,000.00		
Tot day secondary school	Foundation, walling, roofing of 2 classrooms	1,300,000.00		
ST Marys Mon secondary school	Plaster, doors, windows, and painting of staff quarters	1,000,000.00		
Ishmael Chelanga secondary school	Gas piping, painting, flooring of laboratory	700,000.00		
Kerio valley secondary school	Re-roofing, plaster, flooring and painting of 2 classes	600,000.00		
Kaptich girls secondary school	Painting, lab apparatus, e.g. bunsen burner, conical flask of laboratory	1,200,000.00		
St Pauls Kapkondot secondary school	Foundation, walling of library	500,000.00		
Kapkuto day sec sch	Renovation of 4 classrooms	1,000,000		

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

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Lukuget day secondary school	Construction of dormitory	1,500,000		
ST Augustine Kapyego secondary school	Completion of dining hall	700,000		
Queen of peace secondary school	Completion of dining hall	1,500,000		
Katilit primary school	Foundation, walling, roofing of 1class	700,000		
Liter primary school	Fencing of 4 acres school compound using chain link & metallic posts	1,000,000		
Chebilit primary school	Re-roofing, plaster, flooring and painting of 3classes	500,000		
Kimongo primary school	Doors, windows, plaster, flooring and painting of 3classrooms	500,000		
Tangul primary school	plaster, painting, flooring of 1class	200,000		
Chawis primary school	Plaster, flooring of 2classes	400,000		
Kapchelaga primary school	Walling, roofing of dormitory	400,000		
Kipyabo pri sch	Completion of dormitory	800,000		
Tuturing pri sch	Construction of two classrooms	1,200,000		
Kalya pri sch	Construction of two classrooms	1,200,000		
Mureto primary school	Construction of one class	700,000		
Mkeno primary school	Construction of two classrooms	1,500,000		
Chesawach pri sch	Renovation of 6classes	1,000,000		
		27,600,000		
Other grants and transfers				
EMERGENCY	To cater for emergency cases	2,538,994		
BURSARY				
Bursary secondary schools	Payment of bursary to needy students in secondary schools	10,672,492		
Bursary tertiary schools	Payment of bursary to needy students in tertiary institutions	10,700,000		
ENVIRONMENT				

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

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Maron primary school	purchase and planting of tree seedlings	50,000		
Cheptobot primary school	purchase and planting of tree seedlings	50,000		
Sambalat primary school	purchase and planting of tree seedlings	50,000		
Mureto primary school	purchase and planting of tree seedlings	50,000		
SPORT				
Ngenyireel primary school	Purchase and supply of balls, games kits, discuss, javelin, first aid kit box, netballs and rings in the school	50,000		
Kararia primary school	Purchase and supply of balls, games kits, discuss, javelin, first aid kit box, netballs and rings in the school	50,000		
Chorwa primary school	Purchase and supply of balls, games kits, discuss, javelin, first aid kit box, netballs and rings in the school	50,000		
Lukuget day secondary school	Purchase and supply of balls, games kits, discuss, javelin, first aid kit box, netballs and rings in the school	50,000		
SECURITY PROJECTS				
Chebilibi chiefs office	flooring and painting of chiefs office	400,000		
Chesetan AP line	Re-roofing, doors, plaster and painting of AP line	400,000		
Chesongoch ACC's office	Foundation, walling, roofing of ACC's office containing 4 offices	3,000,000		
Kamelei AP Camp	Plaster, windows and doors of 5 staff quarters	500,000		
Tenderwa Assistant chiefs office	Ceiling board, painting of assistant chiefs office	200,000		
Liter police station	Fencing of 180 metres compound of police station using metallic posts and chain link	200,000		
Kapkobil AP camp	Fencing of AP camp and toilets	3,000,000		
Kipchumwa AP camp	Construction of staff quarters	2,000,000		
Kessom Assistant chiefs office	Construction of Assistant chiefs office	700,000		
Endul assistant chiefs office	completion of Assistant chiefs office	200,000		
Chesetan AP Camp	Renovation of Chesetan AP camp	400,000		
Kapitch chiefs office	Construction of toilets for chiefs office	200,000		

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

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
OTHER PAYMENTS				
Strategic plan	Development of 5year strategic plan	35,511,486		
		876,020		
Sub-Total		876,020		
Acquisition of assets		-		
NG-CDF OFFICE	Land scaping, repair of leaking roof, repainting, water harvesting	1,469,383		
Sub-Total		1,469,383		
Grand Total		72,729,063		

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f/f (Kshs) 2018/2019	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2019/2020
Land	1,200,000	-	-	1,200,000
Buildings and structures	12,600,000	1,469,383	-	14,069,383
Transport equipment	9,483,255	-	-	9,483,255
Office equipment, furniture and fittings	523,100	-	-	523,100
ICT Equipment, Software and Other ICT Assets	812,500	-	-	812,500
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	24,618,855	1,469,383	-	26,088,238

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MARAKWET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020
ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2020

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
CHAWIS PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570266414935	1,009	440
CHORWA PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264054753	141,265	400,135
NYIRAR PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570262635352	1,361	501,970
CHELMWO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264231010	7,271	7,451
MUSWON PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264205214	7,271	314
KAPKUTO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570266863037	1,310	1,310
KOMBASES PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570267124604	72,970	1,060
KAPKOBIL PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264023478	4,647	201,517
QUEEN OF PEACE CHESEGER PRIMARY SCHOOL	EQUITY-KAPSOWAR	1530261739240	1,005	277,595
MURKUTWO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570263899187	336,425	237
CHEMISTO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570262653284	670	671
ST AUGUSTINE KAPYEGO SECONDARY SCHOOL	EQUITY-KAPSOWAR	1570264045144	486,429	1,087,945
ISHMAEL CHELANGA SECONDARY SCHOOL	EQUITY-KAPSOWAR	1570262776347	4,839	319
f POLICE STATION	EQUITY-KAPSOWAR	1570261708992	1,103	91,843
CHEBILIL AP LINE	EQUITY-KAPSOWAR	1570264449314	85	85
MOGIL POLICE STATION	EQUITY-KAPSOWAR	1570262692350	1,480	51,840
KIPCHUMWA CHIEFS OFFICE	EQUITY-KAPSOWAR	1570266061270	6,745	6,745
KIPKANER CHIEFS OFFICE	EQUITY-KAPSOWAR	1570266548914	870	870
ST MARYS MON SECONDARY	EQUITY-KAPSOWAR	1570269233373	31,202	156,237
KIMONGO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264653431	620	5,470
SANGACH PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570269995814	609.75 Dr	690.75 Dr
ITUM PRI SCHOOL	EQUITY-KAPSOWAR	1570263833431	800,001	1
LUKUGET PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264190830	96	70,116
SEBERO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570271424260	702,100	92,220
CHEPTANY PRI SCH	EQUITY-KAPSOWAR	1570264231665	260	740

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

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
NYIRAR CHIEFS OFFICE	EQUITY-KAPSOWAR	1570270180458	475	555
MURKUTWO AP CAMP	EQUITY-KAPSOWAR	1570271087501	1,735	1,735
CHESEWEW BOYS SEC SCHOOL	EQUITY-KAPSOWAR	1570268837853	3,460	3,460
TUTURUNG ASSISTANT CHIEFS OFFICE	EQUITY-KAPSOWAR	1570271786430	5	47,045
MUNGWA PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570264235144	20,680	335,420
	EQUITY-KAPSOWAR			574,290
KASOKOTOW PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570271755916	790	131,447
METIPSOO PRIMARY SCHOOL	EQUITY-KAPSOWAR	1570271743991	847	2,206
SAMBIRIR COMMUNITY LIBRARY	EQUITY-KAPSOWAR	1570262393420	2,206	425
CHEBILIL CHIEFS OFFICE	EQUITY-KAPSOWAR	1570264218132	46,965	
ENDUL ASSISTANT CHIEFS OFFICE	EQUITY-KAPSOWAR	157026280254		599,775
KAMOGO CHIEFS OFFICE	EQUITY-KAPSOWAR	1570273274188	24,690	1,735
MURKUTWA AP CAMP	EQUITY-KAPSOWAR	1570271087501	1,735	-
KAPSICHA ASSISTANT CHIEFS OFFICE	EQUITY-KAPSOWAR			6,123
MARAKWET EAST SUB-COUNTY HEADQUARTERS	EQUITY-KAPSOWAR	1570271246110	6,123	700,100
MATUM PRIMARY SCHOOL	EQUITY KAPSOWAR	1570263932649	701,730	600,190
KAPTOBENDO PRIMARY SCHOOL	EQUITY KAPSOWAR	1570263777724	650	156,237
KABEN CHIEF'S OFFICE	EQUITY KAPSOWAR	1570270615625	2,240	1,215
KAPKOBIL AP CAMP	EQUITY KAPSOWAR	1570277415487	2,370	137,730
WEWO PRIMARY SCHOOL	EQUITY KAPSOWAR	1570277270019	2	2
ST. MICHAEL PRI SCH	EQUITY KAPSOWAR	1570277501517	1,600	65,980
TOROKO PRI SCH	EQUITY KAPSOWAR	1570277359824	867	499,667
CHEPKOG PRI SCH	EQUITY KAPSOWAR	1570264325860	805	28,445
NGENYIREEL PRI SCH	EQUITY KAPSOWAR	1570264026694	4,000,685	1,710
LUKUGET DAY SEC SCH	EQUITY KAPSOWAR			-
CHESEWEW SEC SCH	EQUITY KAPSOWAR	1570268837853	3,460	3,460

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

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
CHESONGOCH ACC's office	EQUITY KAPSOWAR	1570279240030	2,930,368	~
KESSOM ASSISTANT CHIEFS OFFICE	EQUITY KAPSOWAR	1570279317449	700,000	~
KIPCHUMWA AP CAMP	EQUITY KAPSOWAR	1570279557327	2,000,000	~
LITER POLICE STATION	EQUITY KAPSOWAR	1570261708992	1,103	~
ST. MARYS KAPKUTO MIXED DAY SEC SCH	EQUITY KAPSOWAR	1570279584396	5,783	~
TUTURUNG PRIMARY SCHOOL	EQUITY KAPSOWAR	1570279883754	0	~
KOROU ASSISTANT CHIEFS OFFICE	EQUITY KAPSOWAR	1570279871501	999,937	~
KIPSIMBO PRI SCH	EQUITY KAPSOWAR	1570279346687	700,500	~
KAMELEI AP CAMP	EQUITY-KAPSOWAR	1570279189656	1,360,087	~
KIBIRIEM CHIEFS OFFICE	EQUITY KAPSOWAR	1570279871576	0	~
WEWO PRIMARY SCHOOL	KCB-KAPSOWAR	1135343012	104	716,284
MARON PRIMARY SCHOOL	KCB-KAPSOWAR	1135282293	2,228	2,218
KAMOGO PRIMARY SCHOOL	KCB-KAPSOWAR	1130448673	201,441	1,350,673
MKENO PRIMARY SCHOOL	KCB-KAPSOWAR	1135120455	1,502,346	2,346
KAPKENY PRIMARY SCHOOL	KCB-KAPSOWAR	1136920218	-	Closed
RATIA PRIMARY SCHOOL	KCB-KAPSOWAR	1148065253	1,927	1,927
KILANGATA PRIMARY SCHOOL	KCB-KAPSOWAR	1106926781	201,966	201,966
KAPSICHA PRIMARY SCHOOL	KCB-KAPSOWAR	1150322349	2,108	37,608
KOISABUL PRIMARY SCHOOL	KCB-KAPSOWAR	1169983677	5,604	3,084
KOISABUL PRIMARY SCHOOL	KCB-KAPSOWAR	1136801111	2,101	2,101
LUKUGET PRIMARY SCHOOL	KCB-KAPSOWAR	1136808582	-	Closed
ST PETERS KORION PRIMARY SCHOOL	KCB-KAPSOWAR		-	6,562
KAPTORA PRIMARY SCHOOL	KCB-KAPSOWAR	1127186736	353	186,893
MOKWONY PRIMARY SCHOOL	KCB-KAPSOWAR	1135150052	15,128	1,874
KAPTOBENDO PRIMARY SCHOOL	KCB-KAPSOWAR	1111075972	-	N/A

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

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
KAMASHA PRIMARY SCHOOL	KCB-KAPSOWAR	1113957042	4,328	4,328
KAPCHELAGA PRIMARY SCHOOL	KCB-KAPSOWAR	1137196505	1,801,122	N/A
KAPCHOGE PRIMARY SCHOOL	KCB-KAPSOWAR	1235111008	1,109	55,485
TEBE PRIMARY SCHOOL	KCB-KAPSOWAR	1135612331	16,987	337,039
TANGUL PRIMARY SCHOOL	KCB-KAPSOWAR	1131575555	2,508	2,508
KAMELEI PRIMARY SCHOOL	KCB-KAPSOWAR	1103110896	7,402	7,100
KAPERO PRIMARY SCHOOL	KCB-KAPSOWAR	1125897643	144	144
TENDERWA PRIMARY SCHOOL	KCB-KAPSOWAR	1135369011	278	111,434
KAPCHEMURKELDET PRIMARY SCHOOL	KCB-KAPSOWAR	1137061073	98,399	1,717
KARARIA PRIMARY SCHOOL	KCB-KAPSOWAR	1137009896	-	CLOSED
KABIEGO PRIMARY SCHOOL	KCB-KAPSOWAR	1169491650	1,175	3,401
KIMUREN PRIMARY SCHOOL	KCB-KAPSOWAR	1147892253	3,001,129	5,014
MAINA PRIMARY SCHOOL	KCB-KAPSOWAR	1180097815	12,291	711,399
KUMBULUL PRIMARY SCHOOL	KCB-KAPSOWAR	1130965198	1,059	1,059
KOIBARAK PRIMARY SCHOOL	KCB-KAPSOWAR	1135067910	820	820
CHESONGOCH SMALL HOME	KCB-KAPSOWAR	1138718556	31,196	162,022
TOT PRIMARY SCHOOL	KCB-KAPSOWAR	1103110063	2,001	2,001
CHESAWACH PRIMARY SCHOOL	KCB-KAPSOWAR	1131308190	1,001,570	1,770
LITER PRIMARY SCHOOL	KCB-KAPSOWAR	1102608777	4,187	2,679
KABALDAMET PRIMARY SCHOOL	KCB-KAPSOWAR	1178117979	1,710	57,285
BARBERI PRIMARY SCHOOL	KCB-KAPSOWAR	1167891481	1,882	705,824
KIMONGO PRIMARY SCHOOL	KCB-KAPSOWAR	1141356035	5,123	
EMBOMIR PRIMARY SCHOOL	KCB-KAPSOWAR	1136751890	-	1,302
KIPYEBO PRIMARY SCHOOL	KCB-KAPSOWAR	1130465470	3,912	1,850
MOGIL DAY SECONDARY SCHOOL	KCB-KAPSOWAR	1103039156	833	953

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

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
KAPTICH GIRLS SECONDARY SCHOOL	KCB-KAPSOWAR	1133716342	432,946	33,450
LITER SECONDARY SCHOOL	KCB-KAPSOWAR	1135436606	63	625
KIPKANER DAY SECONDARY SCHOOL	KCB-KAPSOWAR	1103113259	239,648	1,017,284
SAMBIRIR GIRLS SECONDARY SCHOOL	KCB-KAPSOWAR	1137266678	3,317,050	17,284
CHESEWEW BOYS SECONDARY SCHOOL	KCB-KAPSOWAR	1106940350	-	1,868,288
QUEEN OF PEACE SECONDARY SCHOOL	KCB-KAPSOWAR	1135794677	-	N/A
ST MICHAEL SECONDARY SCHOOL	KCB-KAPSOWAR	1135257183	250,268	2,585
ST PAULS KAPKONDOT SEC SCH	KCB-KAPSOWAR	1125069430	2,014,532	1,000,925
KAPCHEBAU SEC SCH	KCB-KAPSOWAR	1158544421	3,013,193	13,193
SAMBIRIR BOYS SEC SCH	KCB-KAPSOWAR	1127490168	1,190	1,191
KAPYEGO POLICE STATION	KCB-KAPSOWAR	1147835837	-	CLOSED
MOKORO CHIEFS OFFICE	KCB-KAPSOWAR	1103115294	4,484	4,301
KIPTUMBUR CHIEFS OFFICE	KCB-KAPSOWAR	1137052724	-	N/A
TENDERWA CHIEFS OFFICE	KCB-KAPSOWAR	1179550374	1,526	1,526
CHEPTOBOT CHIEFS OFFICE	KCB-KAPSOWAR	1179478711	17,400	19,740
KATILIT PRIMARY SCHOOL	KCB-KAPSOWAR	1135191689	700,576	576
CHEPTOBOT PRIMARY SCHOOL	KCB-KAPSOWAR	1183902352	60,923	601,022
CHECHAN PRIMARY SCHOOL	KCB KAPSOWAR	1198782641	24,393	24,393
CHESETAN PRIMARY SCHOOL	KCB KAPSOWAR	1198683414	160,260	501,400
KABETWA PRIMARY SCHOOL	KCB KAPSOWAR	1130959112	4,174	4,174
KREEL PRI SCH	KCB KAPSOWAR	1181293995	56,260	805,064
KERBUT PRI SCH	KCB KAPSOWAR	1149202122	1,509	1,509
KIMITEL PRI SCH	KCB KAPSOWAR	1136434178	171,720	1,132
TOBONGON PRI SCH	KCB KAPSOWAR	1136788492	-	-
BOROKO PRIMARY SCHOOL	KCB KAPSOWAR	1136778918	702,234	2,234

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

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
KALYA PRIMARY SCHOOL	KCB KAPSOWAR	1205071318	1,225,624	801,240
KAPKAIN PRIMARY SCHOOL	KCB KAPSOWAR	1136944087	2,392	2,392
CHUGOR PRIMARY SCHOOL	KCB KAPSOWAR	1137160551	325	1,516
CHESOI PRIMARY SCHOOL	KCB KAPSOWAR	1103113178	6,339	6,080
ENDIWA PRIMARY SCHOOL	KCB KAPSOWAR	1153760347	66,754	66,880
MOGIL PRIMARY SCHOOL	KCB KAPSOWAR	1233552325	267	267
TIRAP PRIMARY SCHOOL	KCB KAPSOWAR	1214152937	20,359	400,705
CHEMWOROR PRIMARY SCHOOL	KCB KAPSOWAR	1148682791	1,859	501,085
SAMBIRIR CHIEF'S OFFICE	KCB KAPSOWAR	1200787153	1,110	4,876
CHEBILIL CHIEFS OFFICE	KCB KAPSOWAR	1135319650	398	398
KETUT CHIEFS OFFICE	KCB KAPSOWAR	1151454486	-	CLOSED
ENDUL ASSISTANT CHIEFS OFFICE	KCB KAPSOWAR	NA	-	N/A
MEUNO PRIMARY SCHOOL	KCB KAPSOWAR	1106939050	1,432	704,554
MOROR PRI SCH	KCB KAPSOWAR	181040809	-	N/A
TOT DAY SEC SCH	KCB KAPSOWAR	1116213451	3,680	185,881
CHESONGOCH PRI SCH	KCB KAPSOWAR	1131341473	6,528	5,604
MURETO PRI SCH	KCB KAPSOWAR	1149668245	702,054	1,054
SAMBALAT PRI SCH	KCB KAPSOWAR	1274517354	665,584	768
CHEBILIL PRI SCH	KCB KAPSOWAR	1135319650	398	398
KERIO VALLEY SEC SCH	KCB KAPSOWAR	1275236340	5,400,000	410
KAMASIA SEC SCH	KCB KAPSOWAR	1135055750	2,502,135	2,001,718
WEWO ASSISTANT CHIEF'S OFFICE	KCB KAPSOWAR	1258454963	520,763	1,000
KONOT PRI SCH	KCB KAPSOWAR	1258455579	21,665	998,975
LUKUGET SECONDARY SCH	KCB KAPSOWAR	1183574436	1,506,803	1,013,010
TUTURUNG PRI SCH	KCB KAPSOWAR	1131693140	7,835	16,069

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

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
KOIBIRIR CHIEFS OFFICE	KCB KAPSOWAR	1258454580	280,947	~
WEWO PRIMARY SCHOOL	KCB-KAPSOWAR	1135343012	104	~
MARON PRIMARY SCHOOL	KCB-KAPSOWAR	1135282293	2,228	~
Total			48,191,333	24,183,515

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

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2018-2019-1-01-0147-09-08 1.0 (i)	Presentation accuracy and completeness of financial statements	Unutilized funds figure has been adjusted in the financial statements to reflect the correct amount as attached in the financial statements.	FAM	Solved	February 2020
2018-2019-1-01-0147-09-08 2.0	Project management committee account balances	In their annual work plan and budget for NG-CDFC activities, the management has factored in capacity building for CDFC's, PMC's and Staff as an important component. The management is committed to ensuring that the targets are achieved and reports filed as evidence.	FAM	Solved	June 2020
2018-2019-1-01-0147-09-08 3.0	Emergency projects				
	Kamogo Chiefs Office	The toilets are complete well labelled and in use.	FAM	Not solved	June 2020
	Tot Primary School	Four door toilets are complete well labelled and in use	FAM	Not solved	June 2020

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (<i>Name and designation</i>)	Status: (<i>Resolved / Not Resolved</i>)	Timeframe: (<i>Put a date when you expect the issue to be resolved</i>)
	Chemisto Pri Sch	Four door toilets are complete well labelled and in use	FAM	Not solved	June 2020
	Kipkaner Day Secondary School	The money is still intact and the works are almost complete. The PMC operates savings account thus delaying implementation	FAM	Not solved	June 2020

