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Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

DATE: 03 MAR 2022

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

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

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

Revised Template 30th June 2020



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

REPORTS AND FINANCIAL STATEMENTS

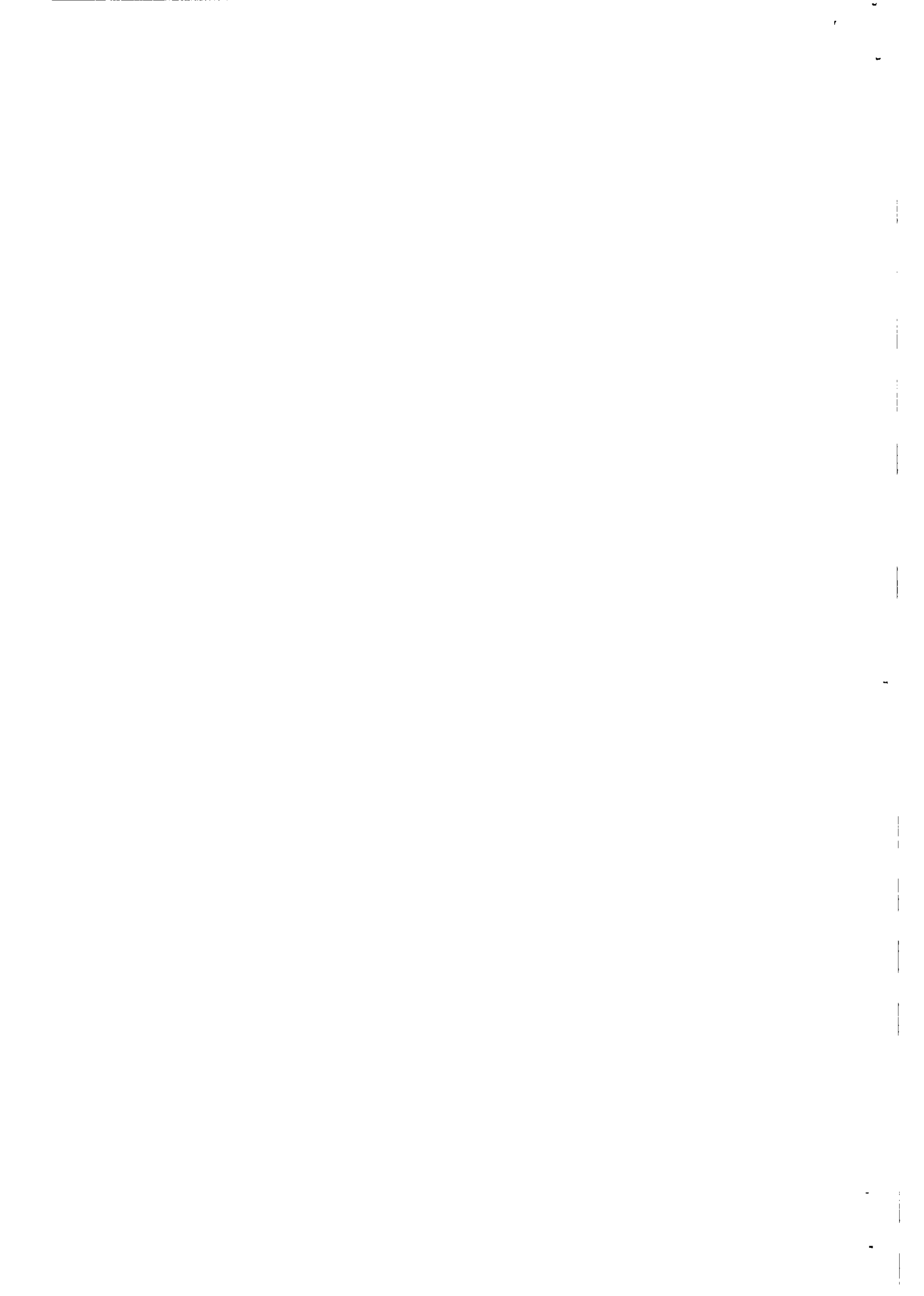
**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020**

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
TESO SOUTH CONSTITUENCY
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For the year ended June 30, 2020

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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Core Values

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

(b) Key Management

The NGCDF Teso South Constituency day-to-day management is under the following key organs:

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	A.I.E holder	Edwin K. Serem
2.	Sub-County Accountant	Duke Ong'era
3.	Chairperson NGCDFC	Christine Omina
4.	Member NGCDFC	Alawiya Otwane

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF Teso South Constituency Headquarters

P.O. Box 19,
50403 Amukura.

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(f) NGCDF Teso South Constituency Contacts

Telephone: (254) 768950894
E-mail: cdftesosouth@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF Teso South Constituency Bankers

Equity Bank of Kenya
Busia Branch
P.O. Box 553- 50400
Busia, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

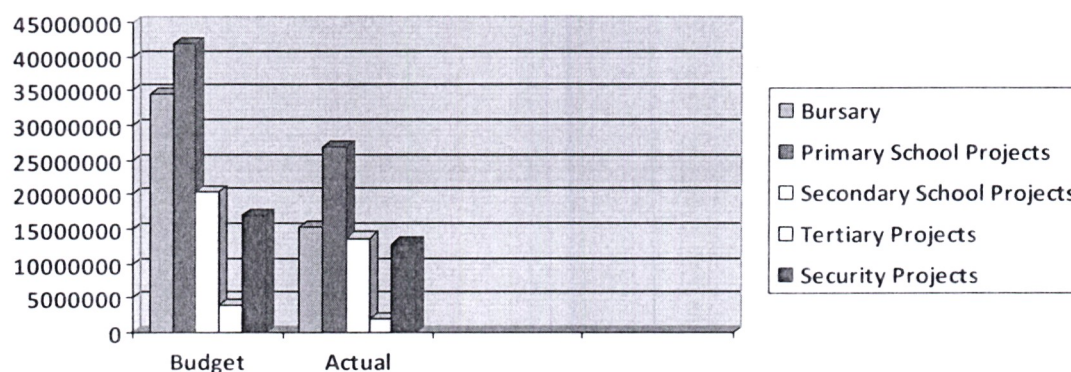
The Attorney General
State Law Office
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Nairobi, Kenya

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II.FORWARD BY THE CHAIRPERSON NGCDF COMMITTEE

The financial year 2019/2020 that ended on 30th June 2020 was a great success in terms of implementation of the various projects within the constituency. The table below shows a summary of the budget and the implementation level

No.	SECTOR	BUDGET	ACTUAL EXPENDITURE
1.	Bursary	34,613,300	15,339,791
2.	Primary School Projects	41,900,000	26,800,000
3.	Secondary School Projects	20,320,000	13,720,000
4.	Tertiary Institution Projects	4,000,000	2,000,000
5.	Security Projects	16,973,000	12,877,984



From the above analysis, the performance of Teso South NG-CDF has been above average and this is as a result of good working relationship between the NG-CDFC and the various stakeholders. We intend to do better in the coming financial year so that the residents of Teso South can get the value for money and better services.

During the financial year under review, Teso South NGCDF Committee achieved quite a lot key among them are listed below;

- I. Teso South NGCDF constructed modern chiefs' offices which brought services close to the people.
- II. Modern classrooms complete with tiles were constructed and renovated for both primary schools and secondary schools across the constituency. The students and teachers are now able to learn under conducive environment.
- III. Bursaries were issued to over 1,000 needy students across the constituency. The students were able to learn without interruption.

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Emerging Issues

During the financial year under review, the following were the emerging issues that the NGCDFC had to handle;

- I. Covid 19 pandemic that affected the operations of various public institutions including schools.
- II. The NGCDF Committee term came to an end during the financial year under review where a new committee had to be put in place to manage the fund at the constituency level.

Challenges

Major challenges faced by the Fund include;

- 1) Delay in disbursement of funds from the board,
- 2) Infrastructural demands being higher than the amount allocated as a result of the Covid 19 pandemic which requires the schools to have more classrooms and sanitation.
- 3) Inadequate capacity of the project management committee

Way forward

Board need to release funds in good time, secondly the Board needs to lobby for increase of funding to every constituency and finally the various institutions need to lobby for funding from other agencies including the NGOs to avoid overreliance on the NGCDF funding.

Key Achievements

Teso South NGCDF achieved so much during the financial year under review, for instance we were able to begin construction of two storey building in Busia Township Primary school housing six classrooms and administration block, a project which is the first one since 2013 when the constituency was founded.

Key projects under security were also started, for example Kotur and Kaujakito chiefs' offices.

The following is one of the best projects that Teso South NGCDF Committee implemented during the financial year under the review;

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Figure 1: Katelynyang Primary school. -Finished four classrooms and Admin Block

Christine Omina Odionyi

CHAIRPERSON-TESO SOUTH NGCDF COMMITTEE

A handwritten signature in blue ink, appearing to be 'Christine Omina Odionyi', written over the printed name.

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III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED 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.

Teso south is a constituency with great potential for physical and economic growth considering its geographical position within the country and dedicated constituents to development represented by a highly capable team of NG-CDF committee and NG-CDF staff.

Teso south NG-CDFC in its strategic plan (2018-2022) outlined key strategic objectives that are a guidance in decision making on development matters within the constituency. The plan sort to contribute towards attainment of the constituency's vision "a leading constituency in the efficient and effective planning and management of public resources for sustainable development".

The key development objectives of NG-CDF Teso South constituency's 2018-2022 strategic plan included but not limited to;

Strategic Area One: Education

Objective: Improve the academic performance, infrastructure and the enrolment rate in all learning institutions.

Initiative: Infrastructure has been improved in schools through construction of modern classrooms housing 45 students each and purchase of land for schools which required land expansion.

Bursaries have been awarded to needy students in various learning institutions.

Strategic Area Two: Security

Objective: Improve the overall security of all residents and reduce crimes.

Initiative: Chiefs offices have been constructed in several locations.

Funds have been allocated for installation of solar lighting

Strategic Area Three: Environment & Sanitation

Objective: Increase access to safe water, improved sanitation and conservation of natural resources.

Initiative: Modern pit latrines have been constructed in several learning institutions in other to improve of sanitation.

Wooden desks have been purchased for several primary schools to curb the spread of jiggers in schools.

Drilling of water and purchase of water pumps has been done to several schools like St. Pauls Amukura high school and St. Teresa's Chakol girls primary school to ensure access to safe water by the institution and the neighbouring institutions.

Strategic Area Four: Electrification

Objective: Improve accessibility and access to electricity for continued economic development.

Initiative: Teso south NG-CDFC had a memorandum of understanding with Rural Electrification Authority for mutual funding in provision of electricity maximization in rural areas, funded in faces to several identified villages.

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Strategic Area Four: Disaster management

Objective: Ensure transparent, accountable, responsive governance and sustainable use of public resources.

Initiative: Most schools within the constituency have benefited through emergency fund in situations where their pit latrines collapsed due to rains.

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development specific 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	Improve the academic performance, infrastructure and the enrolment rate in all learning institutions.	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In FY 19/20 we increased number of classrooms by 28 in the various institutions as per the approved codelist. One laboratory was allocated funds in Akobwait Secondary school. We have planned to purchase 100 desks each for 20 schools in the constituency. -over 5000 students benefited from bursary at all levels.
Security	Improve the overall security of all residents and reduce crimes.	Enhanced presence of security personnel	% coverage of security personnel and Number of facilities constructed	We increased the security infrastructure by constructing the following;Kwangamor Chiefs office,Amukura Chiefs office,Kaujakito chiefs office,with police post,Kotur chiefs office with police post and Chakol Division ACC office

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Environment	Increase access to safe water, improved sanitation and conservation of natural resources.	Clean environment conducive for humanity Access to water	The number of pit latrines constructed and bore holes drilled	One borehole has been drilled in St Pauls High school Pit latrines of four doors each have been constructed in 21 schools across the constituency.
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IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

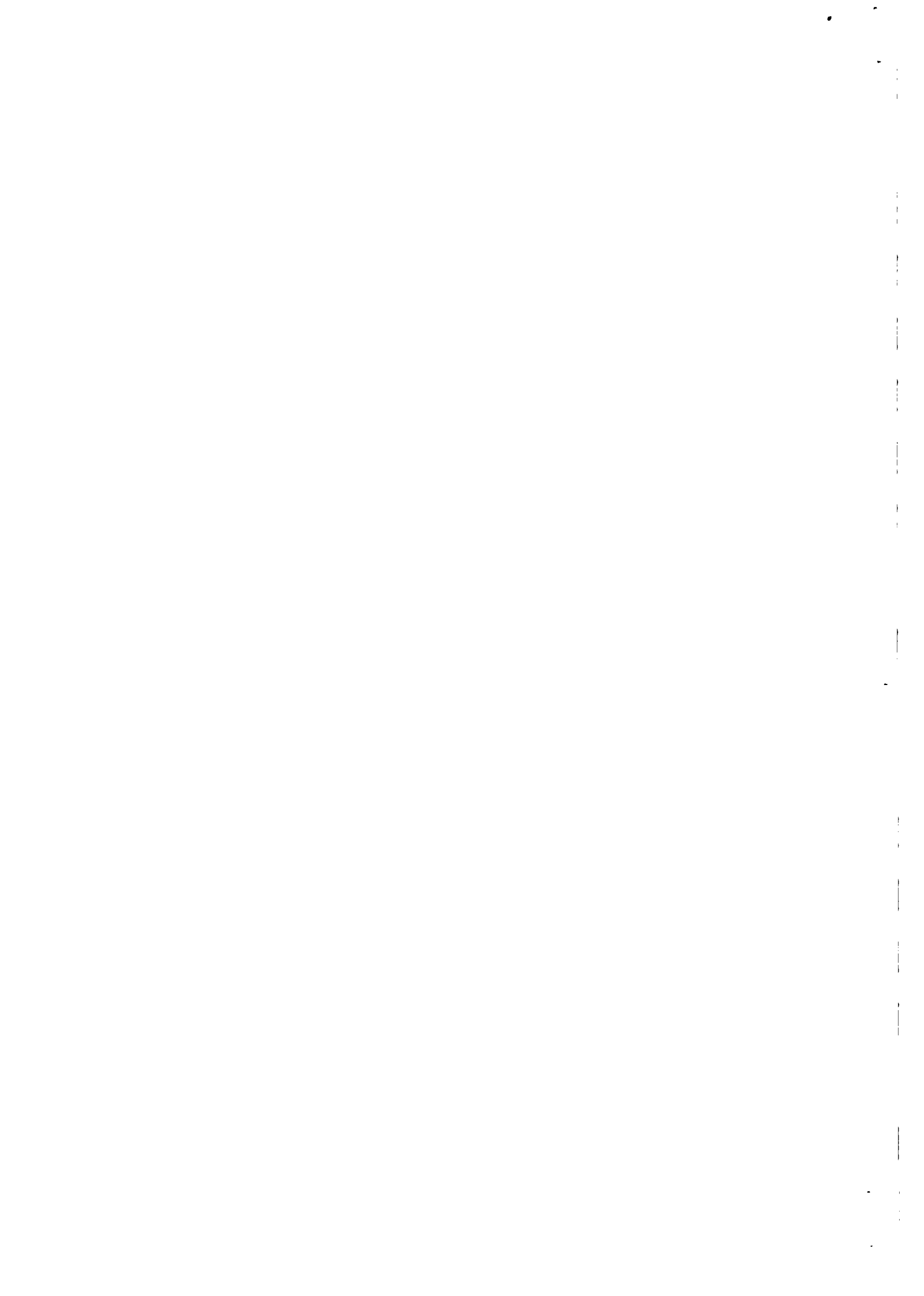
1. Sustainability strategy and profile –

In order to make progress, the constituency has constantly reviewed the strategic factors influencing its ability to implement its projects sustainably. A strategic analysis has thus been done for both external and internal environment, identified factors that are likely to influence its operations and their implications. or its future review.

PESTEL analysis

PESTEL analysis indicates the external factors that have an impact in the development of projects in Teso South Constituency. PESTLE results were used to identify threats and weaknesses for the SWOT analysis

- a. **Political context:** Despite the desired support for a conducive environment for development, Teso South Constituency has experienced some local political interference; unhealthy political competition; partisan alignments both at community and individual level; uncertain changing political landscape from old to new dispensation, thus disrupting continuity of development projects.
The management have remained steadfast and always acted without bias in discharging their duties despite the politics within the constituency.
- b. **Economic context:** Teso-South Constituency is directly affected by unprecedented demand for expanding infrastructure, inadequate and delay in disbursement funding, stringent and lengthy procurement requirements for youth and women, unemployment and expanding economy of the constituency. NG-CDFC has adhered to the procurement requirements and presidential directive of 30% youth, women and PWDs; and 40% of buy Kenya build Kenya.
- c. **Social context:** The Constituency is growing amidst challenges brought about by social dynamics both at the local level and nationally. Some of the issues include high dependency ratio, effects of HIV/Aids, high infant mortality rate, inadequate primary health care programs, drugs and alcohol abuse, effects of social media, gender mainstreaming, youth empowerment, access to quality education and urbanization. Amidst the aforesaid issues, NG-CDFC has created awareness in core support areas.
- d. **Legal Context:** The Constituency operates within the existing legislations that directly or indirectly affects its development agenda. NG-CDFC has endeavoured to operate within the confines of the law to ensure probity in finances and other resources. In areas where there are legislative gaps, the constituency will strive to foster to support formulation of relevant laws.



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- e. **Technological context:** In the recent past, Teso-South Constituency has seen advancement in technology. Notable, progress has been witnessed in Information and Communication Technology (ICT), green energy and agribusiness among others. The constituency has therefore formulated strategies in this planning process to entrench modern technology through establishment of ICT hubs.

2. Environmental performance

Environmental Context: The Constituency is abundantly endowed with environmental resources namely: water, fertile soils, hills, natural building materials, vegetation and clean air. One emerging issue that needs to be mitigated is increased pressure on land, NG-CDFC has facilitated conservation and preservation of these resources to avoid adverse depletion by allocating adequate fund through planting of tree seedlings.

NGCDFC have also ensured there is adequate pit latrines in schools for purpose of sanitation and clean environment.

Teso South NGCDFC have sensitized the members of the public on the importance of conserving the environment for example avoiding sand harvesting along the river banks

3. Employee welfare

Teso south NGCDF has nine employees who were employed in February 2018 based on two categories of employment; contract employees and casual employees.

Contract employees are six and are employed for 3 years contract renewable based on their individual performance. These employees are eligible to benefits in line with the statutory requirements such as gratuity and salaries.

Hiring process.

The Fund Account Manager declares vacancies in the office to the NG-CDFC and seeks approval for advertisement of the posts. When approved, the advert is placed in different places in the constituency.

The advertisement specifies the job title, main purpose of the job, key responsibilities of the job, academic and professional requirements for the job, location of the job, how and where to submit the application for the job and the closing date for receiving applications for the job.

A selection and interview subcommittee are then formed by the NGCDFC to formulate the selection criteria, conduct interviews and oversee the recruitment process without discrimination.

The successful candidates are offered appointment letters which they may accept or reject within the stipulated time. If accepted, a written contract of service is signed by the Fund Account Manager and the NG-CDFC chairperson which states the terms of employment of the employee.

Orientation and induction of the new employees is done by the NG-CDFC so as to familiarise the parties with the common mandate, vision, mission and core values of Teso south NG-CDF.

4. Market place practices-

All works, goods and services required by Teso South NG-CDF are acquired through the procurement process with the guide of the sub-county supply chain management officer in compliance with the full public procurement and asset disposal act.

In case of need for specific works, goods or/and services, the NG-CDF committee is informed by the fund account manager in a meeting. The works, goods and services are then advertised after approval of the NG-CDF committee.

The tendering process is thereafter conducted diligently as per the regulations and Act provision. Market survey has always been done to ensure competition and value for money in all the procurement processes.

Teso South NGCDFC have ensured there is no pending bills by honouring all its contract agreement with the various suppliers and service

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providers. This has been achieved by only contracting when the funds are available.

5. Community Engagements-

In compliance with the provisions of NG-CDF Act 2015 (Ammended 2016) Teso south NG-CDFC organized for public participation in June 2018 which was undertaken at the ward level in all the six wards within the constituency. This provided a platform for the constituents' participation in service delivery of Teso south NG-CDF.

Among the constituents were stakeholders from various sectors including education, sports, healthcare, security and the sub county environmental department.

The decision-making team of Teso south NG-CDF is the NG-CDF committee which comprises of representatives from every ward among them a representative of persons living with disabilities, male and female youth representatives thus resulting to full community engagement.

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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-Teso South Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year 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-Teso South Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that Teso South NGCDF 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-Teso South Constituency further confirms the completeness of the accounting records maintained for the Teso South NGCDF, *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-Teso South Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants 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.

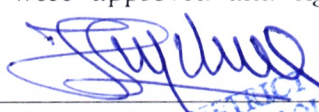
Approval of the financial statements

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



Fund Account Manager
Name: Edwin K. Serem

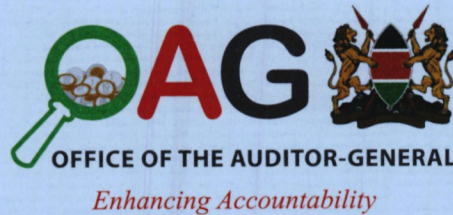
ICPAK Member Number: 25066


Sub-County Accountant

Name: Duke Ong'era
ICPAK Member Number:

REPUBLIC OF KENYA

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Website: www.oagkenya.go.ke



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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Teso South Constituency set out on pages 1 to 41, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation-recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations, which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

Unreconciled Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.1,255,477 as disclosed in Note 10A to the financial statements. However, a review procedure performed on the bank reconciliation statement showed unrepresented cheques totalling Kshs.2,725,318 out of which cheques amounting to Kshs.704,306 related to the period between 22 February, 2019 and 26 December, 2019 and were therefore stale but had not been reversed in the cashbook.

In addition, the bank reconciliation statements reflected payments in bank not recorded in cashbook amounting to Kshs.720 as at 30 June, 2020 and no reason was provided for not recording the bank charges to the cashbook.

Consequently, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,255,477 could not be confirmed.

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

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The summary statement of appropriation-recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.197,464,767 and Kshs.128,097,042 respectively, resulting to an underfunding amounting to Kshs. 69,367,724 or 35% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.197,464,765 and Kshs.126,841,566 respectively, resulting to under expenditure of Kshs. 70,623,199 or 36% of the budget.

The underfunding and under performance affected the planned activities and may have impacted negatively on the delivery of services to the residents of Teso South Constituency.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the 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. Stalled Project-Construction of Administration Block at Amukura TTC

The statement of receipts and payments reflects transfers to other government units amounting to Kshs.74,769,770 which includes transfers to tertiary institutions amounting to Kshs.2,000,000 as disclosed in Note 6 to the financial statements and which was transferred to Amukura Teachers Training College in respect of additional funds for construction of tuition and administration block up to walling level. The project contract sum was Kshs.43,500,000 and was to be co-funded by the Ministry of Education. The Teso South CDF had disbursed a total of Kshs.17,500,000 out of which an amount of Kshs.2,000,000 was disbursed in 2019/2020 financial year. The project is a two (2) storey building housing twelve (12) offices, four (4) classrooms, one (1) computer lab. It was noted that the agreement was signed on 8 October, 2018 and the project duration was 52 weeks implying it was to be completed by October, 2019. However, as at the time of audit in March, 2021, two years later, the project was not complete, only columns had been erected at the ground level.

Consequently, the residents of Teso South did not receive value for money in respect of the funds spend on the project.

2. Delay in Implementation of Projects

According to the Project Implementation Status report submitted for audit, the Fund had planned to implement five hundred and twenty-two (522) projects from 2013/2014 to 2019/2020 at a total cost of Kshs.674,716,707 and which were at various levels of implementation.

The approved and disbursed amount was Kshs.548,016,707 to implement the projects which were at various levels of implementation. It was noted that 87 projects with a value of Kshs.113,049,083 which would have been completed by 30 June, 2019 or earlier were still ongoing. Further, 51 projects which had received an amount of Kshs.109,424,724 during the year under review remained ongoing yet they should have been completed and handed over by December, 2020. No reason was provided for the delay in implementation of the projects.

Consequently, value for money was not realized from delay in implementation of the projects.

3. Incomplete Projects

During the year under review, nine (9) projects costing Kshs.21,573,648 were verified in March, 2021 and they were found incomplete at various stages as shown below:

	Project Name	Project Details	Amount (Kshs.)	Remarks
1	Akobwait Secondary School	Construction of a 50-seater capacity lab to completion.	4,000,000	The project was incomplete. It was at ring beam level.
2	Busia Township Secondary School	Additional funds for purchase of land for expansion.	475,000	Land purchased but the institution has not taken full ownership. There was someone still occupying the land.
3	Kodedema Girls Secondary School	Construction of two classrooms to completion	2,200,000	Construction had not started although procurement process had started. There is an occupant in the purchased land yet to be removed.
4	Kodedema Primary School	construction of two classrooms to completion	2,200,000	Project had not started. Funds not utilized and Bank balances not reflected in the PMC balances
5	Amukura TTC	Additional funds for construction of the tuition and administration block up to walling level.	4,000,000	The project is a 2-storey building housing 12 offices,4 classrooms,1 computer lab- Work stalled at column level and Contractor not on site
6	Amagura Chiefs Office	Purchase of land 1 acre	400,000	Land transfer to NG-CDF Teso South not complete but was in process.
7	Asinge Chiefs Office	Purchase of land 1 acre	400,000	land transfer to NG-CDF Teso South in process
8	Kotur Chiefs Office	Construction of chief's office	4,000,000	Construction is in progress, done to roofing
9	Chakol Division Assistant County Commissioner	Construction division assistant county commissioner office	3,898,648	Construction is in progress, done to roofing.
	Grand Total		21,573,648	

Report of the Auditor-General on National Government Constituencies Development Fund – Teso South Constituency for the year ended 30 June, 2020

Delay in completion of the projects may deny the constituents of Teso South the benefits accruing from the complete 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 has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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.

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 abolish 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 money is applied in an effective manner.

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

11 February, 2022

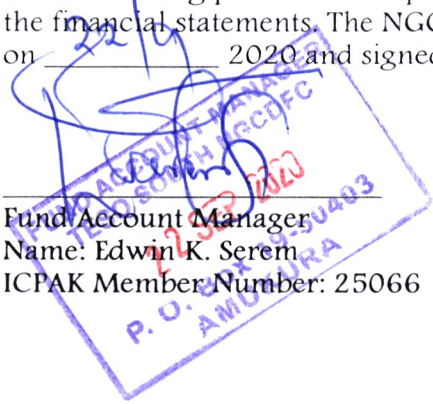
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
TESO SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

VII. STATEMENT OF RECEIPTS AND PAYMENTS

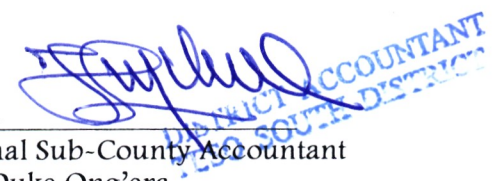
	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	123,040,876	110,984,483
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	95,000	-
TOTAL RECEIPTS		123,135,876	110,984,483
PAYMENTS			
Compensation of employees	4	3,227,315	2,160,411
Use of goods and services	5	9,706,076	6,735,948
Transfers to Other Government Units	6	74,769,770	74,238,214
Other grants and transfers	7	37,567,775	46,510,853
Acquisition of Assets	8	1,570,629	3,135,898
Other Payments	9	-	6,169,257
TOTAL PAYMENTS		126,841,566	138,950,580
SURPLUS/(DEFICIT)		<u>(3,705,690)</u>	<u>(27,966,097)</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Teso South Constituency financial statements were approved on 22/07/2020 and signed by:

Fund Account Manager
 Name: Edwin K. Serem
 ICPAK Member Number: 25066



National Sub-County Accountant
 Name: Duke Ong'era
 ICPAK Member Number:



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

VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2019-2020 Kshs	2018-2019 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	1,255,477	4,961,167
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		1,255,477	4,961,167
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		1,255,477	4,961,167
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A	-	-
Deposits (Gratuity)	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		1,255,477	4,961,167
REPRESENTED BY			
Fund balance b/fwd	13	4,961,167	32,925,264
Prior year adjustments	14	-	2,000
Surplus/Deficit for the year		(3,705,690)	(27,966,097)
NET FINANCIAL POSITION		1,255,477	4,961,167

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Teso South Constituency financial statements were approved on 22 SEP 2020 and signed by:

FUND ACCOUNT MANAGER
TESO SOUTH CONSTITUENCY
22 SEP 2020
Name: Edwin K. Serera
ICPAK Member Number: 25066

DISTRICT ACCOUNTANT
TESO SOUTH DISTRICT
Name: Duke Ong'era
ICPAK Member Number:

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

IX. STATEMENT OF CASHFLOW

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts for operating income			
Transfers from NGCDF Board	1	123,040,876	110,984,483
Other Receipts	3	95,000	-
Total receipts		123,135,876	110,984,483
Payments for operating expenses			
Compensation of Employees	4	3,227,315	2,160,411
Use of goods and services	5	9,706,076	6,735,948
Transfers to Other Government Units	6	74,769,770	74,238,214
Other grants and transfers	7	37,567,775	46,510,853
Other Payments	9	-	6,169,257
Total payments		125,270,937	135,814,682
Total Receipts Less Total Payments		(2,135,061)	(24,830,199)
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	2,000
Net cash flow from operating activities		(2,135,061)	(24,828,199)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(1,570,629)	(3,135,898)
Net cash flows from Investing Activities		(1,570,629)	(3,135,898)
NET INCREASE IN CASH AND CASH EQUIVALENT		(3,705,690)	(27,964,097)
Cash and cash equivalent at BEGINNING of the year	13	4,961,167	32,925,264
Cash and cash equivalent at END of the year		<u>1,255,477</u>	<u>4,961,167</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements of the NGCDF-Teso South Constituency financial statements were approved on 22 SEP 2020 and signed by:

Fund Account Manager
 Name: Edwin K. Serem
 P.O. BOX 1954403
 AMUKURA

National Sub-County Accountant
 Name: Duke Ong'era
 ICPAK Member Number:

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

X. 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	60,002,042	197,369,767	128,002,042	69,367,724	64.9%
Proceeds from Sale of Assets	-	-	-	-	-	
Other Receipts (AIA)	-	95,000	95,000	95,000	-	100.00%
TOTAL RECEIPTS	137,367,724	60,097,042	197,464,767	128,097,042	69,367,724	64.9%
PAYMENTS						
Compensation of Employees	1,690,000	1,653,939	3,343,939	3,227,315	116,624	96.5%
Use of goods and services	10,673,095	3,784,448	14,457,543	9,706,076	4,751,467	67.1%
Transfers to Other Government Units	64,120,000	38,299,770	102,419,770	74,769,770	27,650,000	73%
Other grants and transfers	60,884,629	14,497,198	75,381,827	37,567,775	37,814,052	49.8%
Acquisition of Assets	-	1,714,602	1,714,602	1,570,629	143,973	91.6%
Unallocated AIA	-	95,000	95,000	-	95,000	0.0%
Other Payments(Roads)	-	52,083	52,083	-	52,083	0.0%
TOTALS	137,367,724	60,097,041	197,464,765	126,841,566	70,623,199	64.2%

- i. 64.9% utilization of receipts is a result of delay in receiving funds from the board amounting to Ksh 69,367,724
- ii. 67.1% utilization of goods and services vote is due to delay in funds from the board
- iii. 73% utilization on schools and security is due to delay in funding from the board
- iv. 49.8% on transfer to other government entities is due to delay in funding from the board

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

The NGCDF- TESO SOUTH Constituency financial statements were approved on 29/9/ 2020 and signed by:

FUND ACCOUNT MANAGER
TESO SOUTH NGCDFC
27 SEP 2020
Fund Account Manager
Name: Edwin Serera
ICPAK Member Number 25066


Sub-County Accountant
Name: Duke Ong'era
ICPAK Member Number:

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

XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2019/2020		Adjustments		Final Budget 2019/2020		Actual on comparable basis 30/06/2020		Budget utilization difference	
	Kshs		Kshs		Kshs		Kshs		Kshs	
1.0 Administration and Recurrent										
1.1 Compensation of employees	1,690,000		1,653,939		3,343,939		3,277,315		116,624	
1.2 Committee allowances	1,500,000		1,198		1,501,198		1,256,100		245,098	
1.3 Use of goods and services	5,052,063		988,759		6,040,823		5,217,676		823,147	
2.0 Monitoring and evaluation										
2.1 Capacity building	2,000,000		1,648,935		3,648,935		145,200		3,503,735	
2.2 Committee allowances	1,521,032		1,009,329		2,530,360		2,516,700		13,600	
2.3 Use of goods and services	600,000		136,226		736,226		570,400		165,826	
3.0 Emergency	648,241		35,203		683,444				683,444	
3.1 Primary Schools										
3.11 Acunet Primary School			800,000		800,000		800,000			
3.12 Akiriamas Primary School			200,000		200,000		200,000			
3.13 Kochek Primary School			600,000		600,000		600,000			
3.14 Kwangamor Primary School	400,000				400,000		400,000			
3.15 Otimong Primary School	400,000				400,000		400,000			
3.16 Okerebwa Primary School	400,000				400,000		400,000			
3.17 Angorom Primary School	400,000				400,000		400,000			
3.18 Murkamosing Primary School	400,000				400,000		400,000			
3.19 Koseru Primary School	400,000				400,000		400,000			
3.20 Akites Primary School	400,000				400,000		400,000			
3.21 Alupe Special school	400,000				400,000		400,000			
3.22 Omoloi Primary School	400,000				400,000		400,000			
3.23 Acit Primary School	400,000				400,000		400,000			



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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
3.24 Olepito Primary School	400,000		400,000	400,000	
3.25 Okame Primary School	400,000		400,000	400,000	
3.26 Aderema Primary School	400,000		400,000	400,000	
3.27 Kamarinyang Primary School	400,000		400,000	400,000	
3.2 Secondary schools					
3.2.1 Okatekok Secondary School	400,000		400,000	400,000	
3.2.2 Aterait Secondary School	400,000		400,000	400,000	
3.3 Tertiary institutions					
3.4 Security projects					
3.4.1 Teso South DCC office	150,000	300,000	450,000	450,000	
4.0 Bursary and Social Security					
4.1 Secondary Schools	24,555,388	2,799,000	27,354,388	6,689,791	20,664,597
4.2 Tertiary Institutions	10,058,000	6,535,011	16,593,011	8,650,000	7,943,011
5.0 Sports					
5.1 Teso south NGCDF Sports PMC	-	900,000	900,000	900,000	-
6.0 Environment					
7.0 Primary Schools Projects (List all the Projects)					
7.1 Aburi Primary School	350,000	-	350,000	-	350,000
7.2 Acunet Primary School	2,200,000	-	2,200,000	2,200,000	-
7.3 Acunet Primary School	350,000	-	350,000	-	350,000
7.4 Aderema Primary School	350,000	-	350,000	-	350,000
7.5 Akiriamas Primary School	150,000	-	150,000	150,000	-
7.6 Akobwait Primary School	350,000	-	350,000	-	350,000
7.7 Amerikwai Primary School	350,000	-	350,000	-	350,000
7.8 Amukura Girls Primary School	350,000	-	350,000	-	350,000
7.9 Apatit Primary School	350,000	-	350,000	-	350,000

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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
7.10 Apokor Primary School	115,500	-	115,500	-	115,500
7.11 Apokor Primary Special School	750,000	-	750,000	-	750,000
7.12 Busia Township Primary School	8,000,000	-	8,000,000	8,000,000	-
7.13 Gorja Primary School	350,000	-	350,000	-	350,000
7.14 Gorja Primary School	2,200,000	-	2,200,000	2,200,000	-
7.15 Irukan Primary School	350,000	-	350,000	-	350,000
7.16 Kamunoi Primary School	350,000	-	350,000	-	350,000
7.17 Katelenyang Primary School	350,000	-	350,000	-	350,000
7.18 Kochek Primary School	8,000,000	-	8,000,000	8,000,000	-
7.19 Kotur Primary School	8,000,000	-	8,000,000	-	8,000,000
7.20 Obekai Primary School	350,000	-	350,000	-	350,000
7.21 Oburi Primary School	350,000	-	350,000	-	350,000
7.22 Ojaamong Primary School	350,000	-	350,000	-	350,000
7.23 Ojaamong Primary School	2,200,000	-	2,200,000	2,200,000	-
7.24 Ojamii Primary School	350,000	-	350,000	-	350,000
7.25 Okerebwa Primary School	350,000	-	350,000	-	350,000
7.26 Opokoto Primary School	2,200,000	-	2,200,000	2,200,000	-
7.27 Osasamet Primary School	350,000	-	350,000	-	350,000
7.28 Osuret Primary School	350,000	-	350,000	-	350,000
7.29 Palama Primary School	350,000	-	350,000	-	350,000
7.30 Sidelewa Primary School	234,500	-	234,500	-	234,500
7.31 Osasamet Primary School	-	1,100,000	1,100,000	1,100,000	-
7.32 Katelenyang Primary School	-	6,000,000	6,000,000	6,000,000	-
7.33 Irukan Primary School	-	2,200,000	2,200,000	2,200,000	-
7.34 Ojamii Primary School	-	3,300,000	3,300,000	3,300,000	-
7.35 Apatit Primary School	-	2,200,000	2,200,000	2,200,000	-
7.36 Obekai Primary School	-	2,200,000	2,200,000	2,200,000	-

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

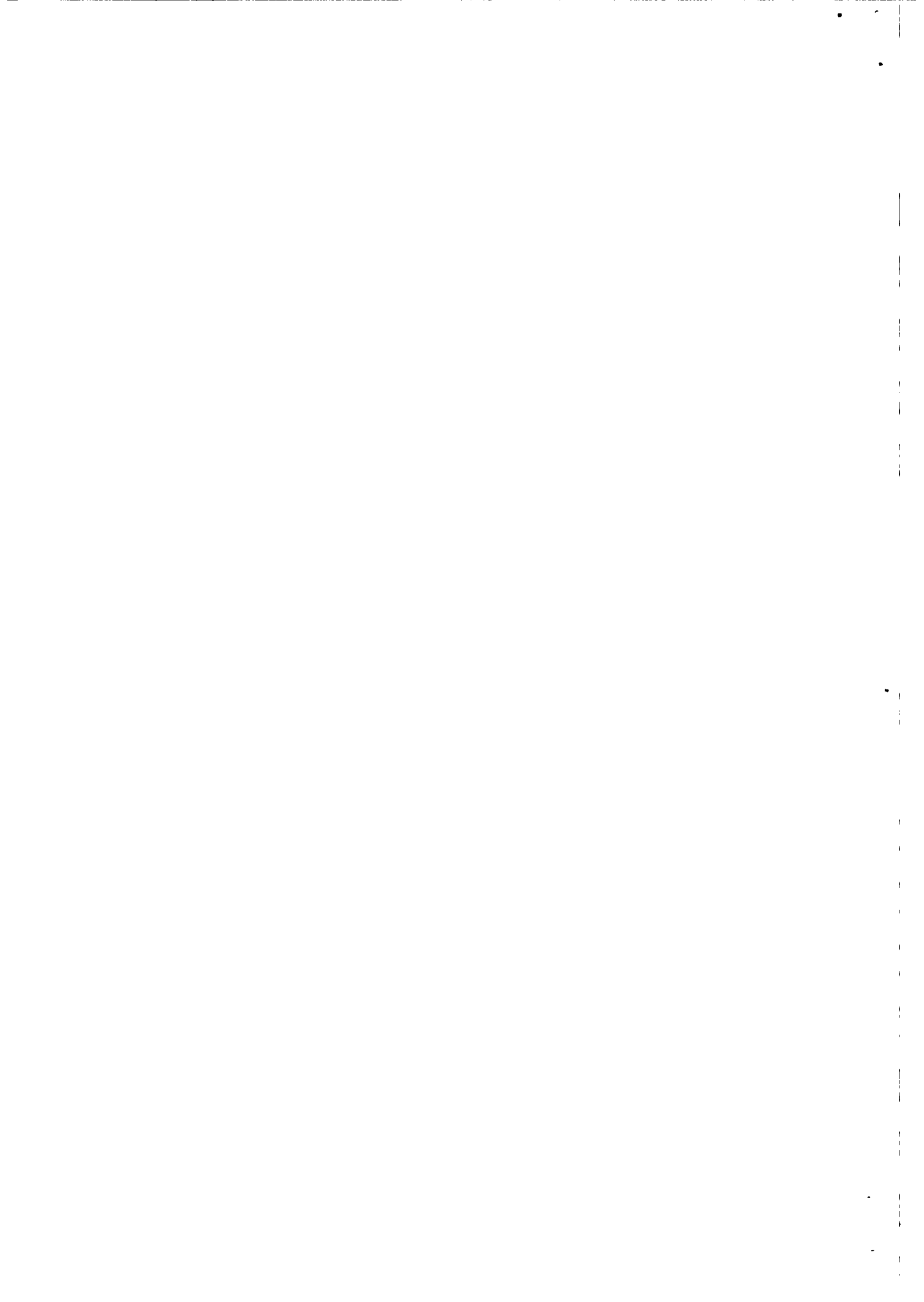
Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
7.37 Akobwait Primary School	-	2,200,000	2,200,000	2,200,000	-
7.38 Okerebwa Primary School	-	2,200,000	2,200,000	2,200,000	-
7.39 Oburi Primary School	-	2,200,000	2,200,000	2,200,000	-
7.40 Kidera Primary School	-	103,885	103,885	103,885	-
7.41 Acunet Primary School	-	103,885	103,885	103,885	-
7.42 Amerikwai Primary School	-	192,000	192,000	192,000	-
7.43 Odiria Primary School	-	600,000	600,000	-	600,000
7.44 Ngelechom Primary School	-	300,000	300,000	300,000	-
7.45 Apokor Primary school	-	200,000	200,000	200,000	-
7.46 Olepito Primary School	-	300,000	300,000	300,000	-
7.47 Opokoto Primary School	-	300,000	300,000	300,000	-
7.48 Parater Primary School	-	300,000	300,000	300,000	-
7.49 Alupe Primary School	-	300,000	300,000	300,000	-
7.50 Ochude Primary School	-	300,000	300,000	300,000	-
7.51 St. Thomas Chakol Boys Primary School	-	300,000	300,000	300,000	-
7.52 Kidera Primary School	-	300,000	300,000	300,000	-
8.0 Secondary Schools Projects (List all the Projects)					
8.1 Akobwait Sec School	4,000,000	-	4,000,000	-	4,000,000
8.2 Angorom Girls Sec School	2,200,000	-	2,200,000	2,200,000	-
8.3 Apokor Sec School	2,200,000	-	2,200,000	2,200,000	-
8.4 Aterait Sec School	1,070,000	-	1,070,000	1,070,000	-
8.5 Busia Township Sec. School	475,000	-	475,000	475,000	-
8.6 Kaliwa Sec. School	1,375,000	-	1,375,000	1,375,000	-
8.7 Kamarinyang Sec School	800,000	-	800,000	800,000	-
8.8 Katelenyang Sec School	1,100,000	-	1,100,000	-	1,100,000

Reports and Financial Statements
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Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
8.9 Kodedema Girls Sec School	2,200,000	-	2,200,000	-	2,200,000
8.10 Kodedema Girls Sec School	400,000	-	400,000	400,000	-
8.11 Machakusi Girls Sec School	3,000,000	-	3,000,000	3,000,000	-
8.12 St. Charles Lwanga Otimong Sec School	600,000	-	600,000	600,000	-
8.13 Busia Township Sec. School	-	2,000,000	2,000,000	2,000,000	-
8.14 Busia Township Sec. School	-	2,200,000	2,200,000	2,200,000	-
8.15 St. Michael Apatit Secondary School	-	1,100,000	1,100,000	1,100,000	-
8.16 Busia Township Sec. School	-	1,600,000	1,600,000	1,600,000	-
8.17 Okatekok Secondary School	-	2,200,000	2,200,000	2,200,000	-
9.0 Tertiary institutions Projects (List all the Projects)					
9.1 Amukura Teachers Training College	4,000,000	-	4,000,000	-	4,000,000
9.2 Amukura Teachers Training College	-	2,000,000	2,000,000	2,000,000	-
10.0 Security Projects					
10.1 Among'ura Chiefs Office	400,000	-	400,000	400,000	-
10.2 Amukura Chiefs Office	173,000	-	173,000	-	173,000
10.3 Ang'orom Chiefs Office	550,000	-	550,000	300,000	250,000
10.4 Aremit Chiefs Office	550,000	-	550,000	300,000	250,000
10.5 Asing'e Chief's Office	400,000	-	400,000	400,000	-
10.6 Chakol Division Assistant County Commissioner's Office	4,500,000	-	4,500,000	-	4,500,000
10.7 Kaliwa Chief's Office	550,000	-	550,000	300,000	250,000
10.8 Kaujakito Chief's Office	3,000,000	-	3,000,000	2,000,000	1,000,000
10.9 Kotur Chief's Office	4,000,000	-	4,000,000	4,000,000	-
10.10 Security High Lights	2,100,000	-	2,100,000	-	2,100,000

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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
10.11 Kwang'amor AP Camp	350,000	-	350,000	350,000	-
10.12 Kwang'amor Chiefs Office	2,500,000	-	2,500,000	2,500,000	-
10.13 Amukura Chiefs Office	-	2,327,984	2,327,984	2,327,984	-
11.0 Acquisition of assets					
11.1 Motor Vehicles (including motorbikes)	-	350,000	350,000	312,257	37,743
11.2 Office pit latrine	-	185,934	185,934	180,830	5,104
11.3 Purchase of furniture and equipment	-	78,168	78,168	-	78,168
11.4 Purchase of printer and scanner	-	400,000	400,000	399,495	505
11.5 Purchase of public address system	-	700,500	700,500	678,047	22,453
12.0 Others					
12.1 AIA	-	95,000	95,000	-	95,000
12.2 Roads	-	52,083	52,083	-	52,083
TOTAL	137,367,724	60,097,042	197,464,765	126,841,566	70,623,199



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – TESO
SOUTH CONSTITUENCY**

**Reports and Financial Statements
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XII. 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-Teso South Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – TESO
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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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – TESO
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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) – TESO
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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.

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) – TESO
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XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2019-2020	2018-2019
		Kshs	Kshs
NGCDF Board			
AIE NO. B005242	1		52,784,483
AIE NO. B030215	2		10,000,000
AIE NO. B030322	3		2,200,000
AIE NO. B005395	4		2,000,000
AIE NO. B005483	5		15,000,000
AIE NO. B007486	6		6,000,000
AIE NO. B042627	7		11,000,000
AIE NO. B042846	8		12,000,000
AIE NO. B041068	1	55,040,876	
AIE NO. B041220	2	4,000,000	
AIE NO. B047658	3	20,000,000	
AIE NO. B049184	4	6,000,000	
AIE NO. B104157	5	14,000,000	
AIE NO. B104491	6	24,000,000	
TOTAL		123,040,876	110,984,483

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) – TESO
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2019-2020	2018-2019
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	95,000	-
Other Receipts Not Classified Elsewhere	-	-
Total	95,000	-

4. COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	Kshs	Kshs
Basic wages of temporary employees	1,857,872	1,770,421
Personal allowances paid as part of salary	-	-
Pension and other social security contributions (Gratuity)	1,015,111	-
Other personnel payments	250,652	286,310
Employer Contributions Compulsory national social security schemes	103,680	103,680
Total	3,227,315	2,160,411

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

5. USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	Kshs	Kshs
Committee Expenses	4,343,200	3,425,900
Utilities, supplies and services	193,900	699,101
Water & sewerage charges	19,328	6,295
Communication, supplies and services	210,959	202,096
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	65,946	-
Rentals of produced assets	-	-
Training expenses	145,200	1,040,200
Hospitality supplies and services	298,384	-
Insurance costs	-	-
Specialized materials and services	-	160,000
Office and general supplies and services	-	139,450
Other operating expenses	2,186,580	165,000
Fuel, oil & lubricants	600,000	580,000
Bank service commission and charges	266,578	-
Routine maintenance – vehicles and other transport equipment	1,051,552	317,906
Routine maintenance – other assets	324,450	-
Total	9,706,076	6,735,948

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – TESO
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Reports and Financial Statements

For the year ended June 30, 2020

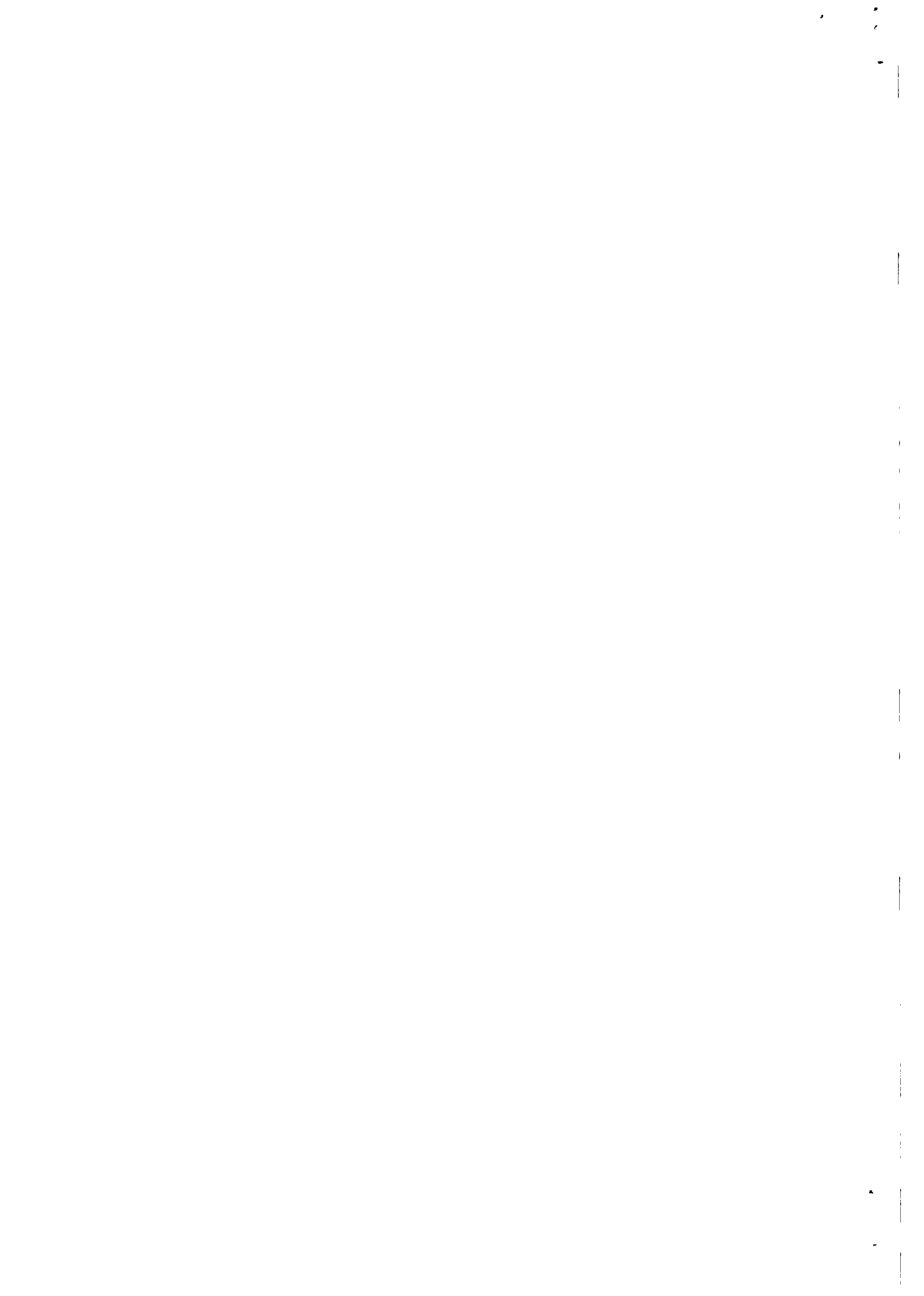
NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools	51,549,770	37,625,894
Transfers to secondary schools	21,220,000	19,200,000
Transfers to tertiary institutions	2,000,000	17,412,320
Transfers to health institutions	-	-
TOTAL	74,769,770	74,238,214

7. OTHER GRANTS AND OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Bursary – secondary schools	6,689,791	12,533,439
Bursary – tertiary institutions	8,650,000	10,000,000
Bursary – special schools	-	-
Mock & CAT	-	-
Security projects	12,877,984	11,100,000
Sports projects	900,000	2,286,207
Environment projects	-	2,136,207
Emergency projects	8,450,000	8,455,000
Total	37,567,775	46,510,853



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

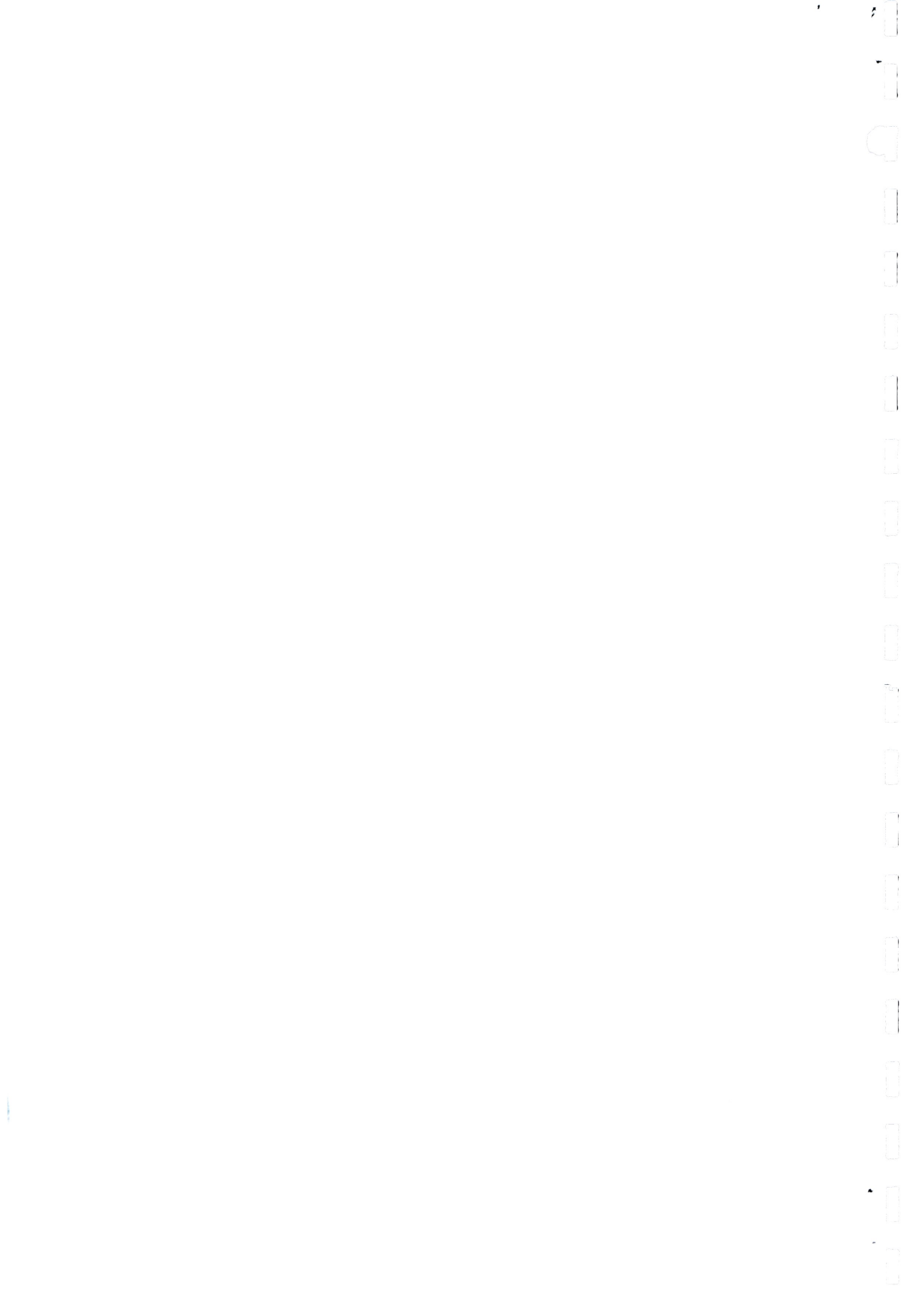
NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2019-2020	2018-2019
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	180,830	214,066
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	312,257	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	2,175,620
Purchase of ICT Equipment, Software and Other ICT Assets	-	746,212
Purchase of photocopier	399,495	-
Purchase of other office equipment	678,047	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	1,570,629	3,135,898

9. OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	1,169,257
Electrification project	-	5,000,000
	-	6,169,257



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

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2019-2020	2018-2019
	Kshs	Kshs
<i>Equity Bank, Busia Branch. Teso South NG-CDF</i>	1,255,477	4,961,167
Total	1,255,477	4,961,167
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		



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

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
Nil		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
<i>Total</i>				<u>Nil</u>

12A. RETENTION

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
	-	-
Total	-	-

12B. GRATUITY DEPOSITS

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Name 1	-	-
Name 2	-	-
Name 3	-	-
Total	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – TESO
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13. BALANCES BROUGHT FORWARD

	2019-2020	2018-2019
	Kshs	Kshs
Bank accounts	4,961,167	32,925,264
Cash in hand	-	-
Imprest	-	-
Total	4,961,167	32,925,264

14. PRIOR YEAR ADJUSTMENTS

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

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

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

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

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

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

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff	1,015,111	420,587
Others (<i>specify</i>)	-	-
	1,015,111	420,587

17.3: UNUTILIZED FUND (See Annex 3)

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	116,624	1,653,939
Use of goods and services	4,751,467	3,784,448
Amounts due to other Government entities (see attached list)	27,650,000	36,907,770
Amounts due to other grants and other transfers (see attached list)	37,814,052	14,839,199
Acquisition of assets	143,973	2,764,602
Others: Roads	52,083	50,083
AIA	95,000	00
		-
	70,623,199	60,000,042

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

17.4: PMC account balances (See Annex 5)

	2019-2020	2018-2019
	Kshs	Kshs
PMC account Balances (see attached list)	56,266,888	16,363,076
	56,266,888	16,363,076

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

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1. Cash and cash equivalents	<p>The statement of assets and liabilities reflect cash and cash equivalent balance of Kshs. 4,961,167 as at 30 June 2019. However, audit procedures performed on bank reconciliation showed unrepresented cheques totalling Kshs. 6,874,887 out of which cheques totalling Kshs. 345,520 related to the period between 11 March 2017 and 13 December 2018 and were therefore stale. Consequently, the accuracy of the cash and cash equivalents balance of Kshs. 4,961,167 as at 30 June 2019 could not be confirmed</p>	<p>The stale cheques amounting to ksh 345,520 were as a result of unrepresented bursary cheques that the various institutions had not presented. The cheques were later reversed and issued in the period after 30th June 2019</p>	Fund Account Manager	Resolved	

NATIONAL GOVERNMENT ENTITY - (TESO SOUTH NGCDF)

**Reports and Financial Statements
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2. Budget Performance	<p>During the year under review, the Teso South Constituency had an approved budget of Kshs. 198,950,622 for both recurrent and development. During the same period the Fund recorded total expenditure of Kshs. 138,950,581 or approximately 70% of the budget to result to under expenditure of Kshs. 60,002,041 or 30% of the budgeted amount</p>	<p>The underutilization of funds was due to delayed funding by the NG-CDF board and therefore the funds under the budget of 2018/2019 were received after the end of the financial year and therefore could not be utilized in the year under review.</p>	Fund Account Manager	Resolved	
3. Project Implementation Status	<p>According to the Project Implementation Status Report (PIS) submitted for audit as at 30 June 2020, Teso South NGCDF had planned to implement four-hundred and sixty (460) projects since 2013/2014 to 2018/2019 at a total cost of Kshs. 458,898,982</p>	<p>The projects that were ongoing as at 30th June 2019 yet were supposed to have been completed are as a result in delay in funding from the NGCDF Board and the lengthy process of procurement. Most of the projects have since been completed and are ready for use.</p>	Fund Account Manager	Resolved	

NATIONAL GOVERNMENT ENTITY - (TESO SOUTH NGCDF)

Reports and Financial Statements

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
4.Project Verification	<p>and which were at various levels of implementation</p> <p>Four of the five projects were complete and in use while one, construction of administration block at Amukura Teachers Training College was at foundation level. It was indicated that the project which is to cost Kshs.46,000,000 is to be co-funded by the Ministry of Education. However, no documentary evidence was provided in support of the co-funding by the Ministry.</p>	<p>The project is being processed for registration by the ministry after which they will be able to fund.</p> <p>The ministry requested that NGCDF does the project to a certain level then quality and assurance assessment will be done by the ministry before being registered as an institution. This has since caused the delay in funding by the ministry</p>	Fund Account Manager	Not resolved	30.06.2021

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		a	b	c	d=a-c	
NG-CDFC Staff Gratuity		Ksh			Ksh	
1. Mathew Phillip Wege	J	225,286	19/02/2021	-	225,286	Gratuity payable as at 30 th June 2020.
2. Judith Among'in Opili	H	176,527	19/02/2021	-	176,527	Gratuity payable as at 30 th June 2020.
3. Simon Aura Etyang	G	152,493	19/02/2021	-	152,493	Gratuity payable as at 30 th June 2020.
4. Jentrix Ekassiba Imai	G	155,819	19/02/2021	-	155,819	Gratuity payable as at 30 th June 2020.
5. Susan Emojong Agolla	G	152,493	19/02/2021	-	152,493	Gratuity payable as at 30 th June 2020.
6. Benard Ogwana Panyako	G	152,493	19/02/2021	-	152,493	Gratuity payable as at 30 th June 2020.
Sub-Total		1,015,111		-	1,015,111	
Others (specify)						
7.						
8.						
9.						
Sub-Total						
Grand Total		1,015,111			1,015,111	

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Compensation of employees		Ksh	Ksh	
Use of goods & services		116,624	1,653,939	
Amounts due to other Government entities		4,751,467	3,784,448	
Primary Schools				
	Aburi primary school	350,000		
	Acunet Primary School	350,000	103,885	
	Aderema Primary School	350,000		
	Akobwait Primary School	350,000		
	Amerikwai Primary School	350,000		
	Amukura Girls Primary School	350,000		
	Apatit Primary School	350,000		
	Apokor Primary School	115,500		
	Apokor Primary Special School	750,000		
	Goria Primary School	350,000		
	Irukan Primary School	350,000		
	Kamunoit Primary School	350,000		
	Katelenyang Primary School	350,000		
	Kotur Primary School	8,000,000		
	Obekai Primary School	350,000		
	Oburi Primary School	350,000		
	Ojaamong Primary School	350,000		
	Ojamii Primary School	350,000		
	Okerebwa Primary School	350,000		
	Osasamet Primary School	350,000		
	Osuret Primary School	350,000		
	Palama Primary School	350,000		
	Sidelewa Primary School	234,500		
	Odiria Primary School	600,000		

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Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
	Okerebwa Primary School		2,200,000	
	Osasamet Primary School		1,100,000	
	Katelenyang Primary School		6,000,000	
	Ojamii Primary School		3,300,000	
	Irukan Primary School		2,200,000	
	Apatit Primary School		2,200,000	
	Obekai Primary School		2,200,000	
	Oburi Primary School		2,200,000	
	Akobwait Primary School		2,200,000	
	Kidera Primary School		103,885	
	Odiria Primary School		600,000	
Secondary schools	Akobwait Sec School	4,000,000		
	Katelenyang Sec School	1,100,000		
	Kodedema Girls Sec School	2,200,000		
	Busia Township Sec.Sch.		2,000,000	
	Busia Township Sec School		3,800,000	
	St.Michael Apatit Sec School		1,100,000	
	Okatekok Secondary School		2,200,000	
Tertiary Institutions	Amukura Teachers Training College	4,000,000	2,000,000	
	Omoloi Agricultural Training Centre		1,400,000	
	Sub- Total	27,650,000	36,907,770	
Amounts due to other grants and other transfers				
Security projects	Amukura Chiefs office	173,000	2,327,984	
	Angorom Location Chiefs Office	250,000		
	Aremit Location Chiefs Office	250,000		
	Chakol Division Assistant County Commissioner's Office	4,500,000		
	Kaliwa Location Chiefs Office	250,000		
	Kaujakit Location Chiefs office	1,000,000		
	Security High Solar Masts	2,100,000		
	Bursary- Secondary & Tertiary	28,607,607	6,535,010	

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Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
	institutions			
	Emergency	683,444	2,476,203	
	Teso South Environment PMC- Amukura Division		1,000,000	
	Teso South Environment PMC- Chakol Division		1,000,000	
	Teso South Sports PMC- Amukura Division		500,000	
	Teso South Sports PMC- Chakol Division		1,000,000	
	Sub-Total	37,814,051	14,839,199	
Acquisition of assets	Public Address System	22,453	700,500	
	Office Furniture and Equipment	78,168	78,168	
	Printer with Scanner	505	400,000	
	Motor Cycle	37,743	400,000	
	Office fencing		1,000,000	
	Office Pit latrine	5,104	185,934	
Others (specify)	Roads	52,083	52,083	
	A.I.A (Sale of tenders)	95,000	95,000	
	Sub-Total	291,056		
Grand Total		70,623,199	60,097,042	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2018/19	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2019/20
Land	685,000	-	-	685,000
Buildings and structures	13,514,066	180,830	-	13,694,896
Transport equipment	5,829,000	312,257	-	6,141,257
Office equipment, furniture and fittings	2,806,642	-	-	2,806,642
ICT Equipment, Software and Other ICT Assets	1,845,712	-	-	1,845,712
Other Machinery and Equipment	-	1,077,542	-	1,077,542
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	24,680,420	1,570,629	-	26,251,049

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2019

PMC	Bank	Account number	Bank Balance 2019/20 Ksh	Bank Balance 2018/19 Ksh
Acunet Primary School	Equity	1050279117587	2,164,892	
Irukan Primary School	Co-operative	01141130167100	257,622	394,700
Akobwait Primary School	KCB	1128501562	262,843	400
Oburi Primary School	Co-operative	01141130598500	662,652	
Osasamet Primary School	Equity	0780278650219	297,232	
Apatit Primary School	Equity	1050279091488	187,213	
Ojamii Primary School	Equity	0780279087273	210,899	
Obekai Primary School	Equity	1050279072312	661,024	
Okerebwa Primary School	Equity	0780279071882	153,200	
Katelenyang Primary School	Equity	1050279055687	974,300	
Akiriamas Primary School	Co-operative	01141011829600	1,985	
St. Thomas Chakol Boys Primary School	Co-operative	1139235919700	500	8,306
Busia Township Primary School	National	01022205801600	7,768,505	2,890
Ngelechom Primary School	National	01022036542700	5,765	
Ochude Primary School	Co-operative	01139235142500	5,790	3,271,194
Alupe Primary School	National	4237093601	5,750	

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
			Ksh	Ksh
Opokoto Primary School	Co-operative	01141130223500	2,218,497	643,007
Goria Primary School	Co-operative	01141058637800	2,200,000	
Ojaamong Primary School	Co-operative	01139236478400	2,200,000	
Okatekok Secondary School	Equity	0780279096956	139,779	
St. Michael Apatit Secondary School	KCB	1119507197	536,935	
St. Charles Lwanga Otimong Secondary School	Co-operative	01139235824400	425,037	1,600,000
Kodedema Girls Secondary School	Equity	1050278833666	22,657	1,015
Busia Township Secondary School	Co-operative	01141238578300	2,327,722	
Apokor Secondary School	Co-operative	01139058632300	2,165,000	
Angorom Secondary School	Equity	0780279828676	2,163,880	
Machakusi Girls Secondary School	Co-operative	01141050738900	2,942,000	1,000,865
Amukura TTC	Equity	1050277350371	520,455	1,400,641
Amukura Chief's Office	Equity	1050279076811	89,047	
Kaujakito Chief's Office	Equity	1050279770552	2,000,000	
Teso south NGCDF Lands PMC Chakol Division	Equity	1050277243285	800,000	
Kotur Chief's Office	Equity	1050279825641	4,000,000	
Kwang'amor Chief's Office	Equity	1050279825634	2,805,380	

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
			Ksh	Ksh
Sports Amukura Division	Equity	1050277174879	5,843	
Sports Chakol Division	Equity	1050277175008	1,163	
Kochek Primary School	Equity	1050279202158	7,845,080	
Kwang'amor Primary School	Equity	1050279600006	166,790	
Otimong Primary School	Co-operative	01139050212000	1,724	28,028
Ang'orom Primary School	National	01022227786500	400,000	
Morukamosing Primary School			400,000	
Kosera Primary School	Co-operative	01141050781100	388,000	
Akites Primary School	Co-operative	01139236210300	385,000	
Alupe Special School	Co-operative	01139236202300	400,000	
Omoloi Primary School	Equity		400,000	
Aciit Primary School	Co-operative	01139238426900	790,000	
St. Peter's Aterait Secondary School	KCB	1235267350	400,000	
Olepito Primary School	Equity		400,000	
Okame Primary School	Equity		400,000	
Aderema Primary School	Equity	1050279829703	400,000	
Kamarinyang Primary School	Co-operative	01141050775100	1,200,000	9,535
Teso south NGCDF Desks PMC	Equity	1050279043532	1,102,035	

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
	Equity	1050277158050	Ksh 4,691	Ksh
Teso South DCC Office	National	2036823900		6,025
Okatekok Primary School	Co-operative	01141130168900		49,187
Parater Primary School	Co-operative	01139238431400		9,099
Among'ura Primary School	Co-operative	1139235919700		8,306
St. Thomas Chakol Primary School	Co-operative	01139130186600		833,028
Aburi Primary School	Co-operative	01141058689200		92,079
Amukura Girls Primary	Co-operative	0110050789500		8,475
Okisimo Primary School	Co-operative	01141050775700		6,536
Apokor Primary School	Equity	1050297245370		17,837
Kabosokipi Primary School	Co-operative	01141058687700		2,865
Machakusi Primary School	Equity	0780277572929		20,419
Airstrip Primary School	Co-operative	01141050771500		69,979
Asinge Primary School	Equity	1050277624398		101,497
Osuret Primary School	Equity	105027778692		52,225
Apegei Special School	Co-operative	01139050212000		28,028
Osipata Primary School	Co-operative	01141011829600		15,876
Akiriomas Primary School	Equity	078027865021923		223,875
Osasamet Primary School				

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
			Ksh	Ksh
Morukeyan Primary School	Co-operative	01141050743800		62,167
Keriamata Primary School	Co-operative	01139238497000		6,012
Alupe Primary School	National	4237093601		400,000
Opokoto Primary School	Co-operative	01141130223500		643,007
Okiporo Primary School	Co-operative	01141050775100		9,534.99
Palama Primary School	National	01047018075400		1,100,000
Ochude Primary School	Co-operative	01139235142500		3,271,194
Okokoru Primary School	Co-operative	01139236484600		3,260
Aciit Primary School	Co-operative	01139238426900		6,790
Oburi Primary School	Co-operative	01141130598500		28
Busia Township Secondary School	Co-operative	01141238578300		25
Katelenyang Secondary School	Co-operative	01141130587500		23,328
St. Paul's Amukura Secondary School	KCB	1154113456		1,000,000
Kodedema Secondary School	Equity	1050277175161		1,015
St. James Kwangamor Secondary School	Co-operative	01141011836600		677,929
Fr. Okodoi Secondary School	Co-operative	01141011830200		1,224,369
Okame Technical Training Institute-Pit latrines	Equity	1050277362056		66,229

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
			Ksh	Ksh
Kaliwa Chief's Office	Equity	1050277174933		11,973
Aremit Chief's Office	Equity	1050277755565		12,940
Ang'orom Chief's Office	Equity	1050277175574		24,739
Ochude AP Camp	Equity	1050277174933		1,945
Sports Amukura Division	Equity	1050277174879		31,263
Sports Chakol Division	Equity	1050277175008		1,223
Environment FMC Amukura Division	Equity	1050277300672		2,504
Environment FMC Chakol Division	Equity	1050277175380		3,403
Odiol Primary School	Co-operative	01141050775000		431,503
St. Teresa's Chakol Girls Primary	National	01022036529200		6,500
Kotur Primary School	Co-operative	01141058669000		2,676
Aterait Primary School	Co-operative	01141050753601		7,215
Ng'elechom Primary School	National	01022036542700		4,765
Amomi Primary School	National	01022216868500		5,420

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PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
			Ksh	Ksh
St. Paul's Amerikwai Primary School	National	01022038358300		137,225
Kodedema Primary School	Equity	1050278833666		400,000
Papa Primary School	Equity	105027882391		400,000
Akoreet Primary School	Co-operative	01141011866900		500
Sidelewa Primary School	KCB	1131174569		400,000
Total			56,266,888	16,363,076