REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - AINABKOI CONSTITUENCY

FOR THE YEAR ENDED 30 JUNE, 2022

AINABKOI CONSTITUENCY

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30th JUNE 2022

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

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I. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2016.The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;

b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;

c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;

d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;

e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;

f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;

g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;

h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;

i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and

k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2022 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Luka Kimosop
2.	Sub-County Accountant	Benjamin Muchina(Transferred)
3.	Sub –County Accountant	Naomi J. Singa
4.	Chairman NG-CDFC	David Kimaiyo(Former)
5.	Chairman NG-CDFC	Abraham Tuwey(Current)
6.	Member NGCDFC	Isaac Kotut

(d) Fiduciary Oversight Arrangements

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

(e) Ainabkoi Constituency NGCDF Headquarters

P.O. Box 9882 - 30100
Eldoret East Sub County DCC's office compound
Along Eldoret-Kaptagat Road
Eldoret, KENYA

(f) Ainabkoi Constituency NGCDF Contacts

Telephone: (254) 721-965454 E-mail: cdfainabkoi@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) Ainabkoi Constituency NGCDF Bankers

Equity Bank of Kenya
Eldoret Branch
P.O Box 2201

Eldoret, 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

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

II. NG-CDFC Chairman's Report

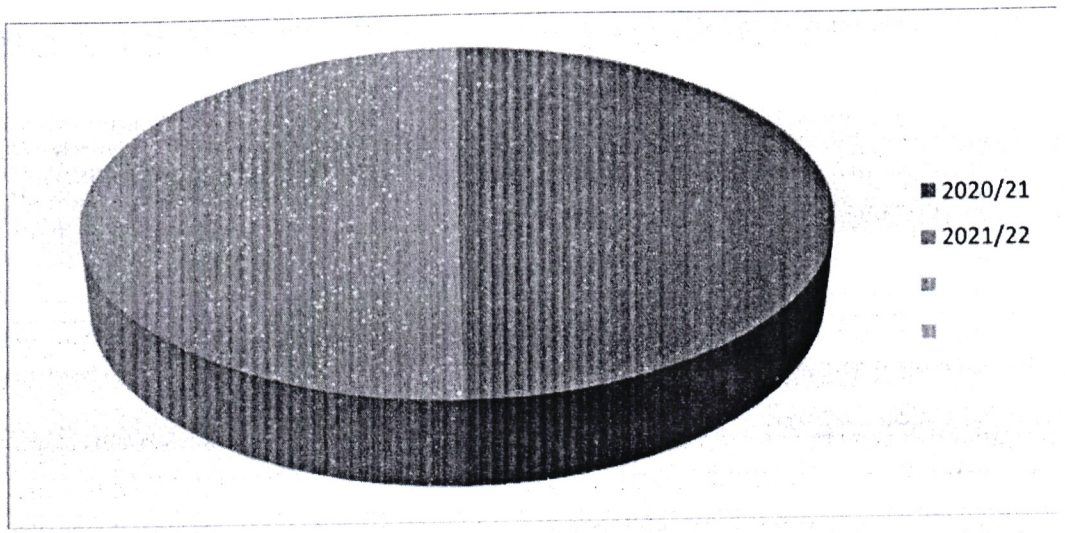
David Kimaiyo – NG CDFC chairman(Former)

Abraham Tuwey – NG CDFC chairman(current)

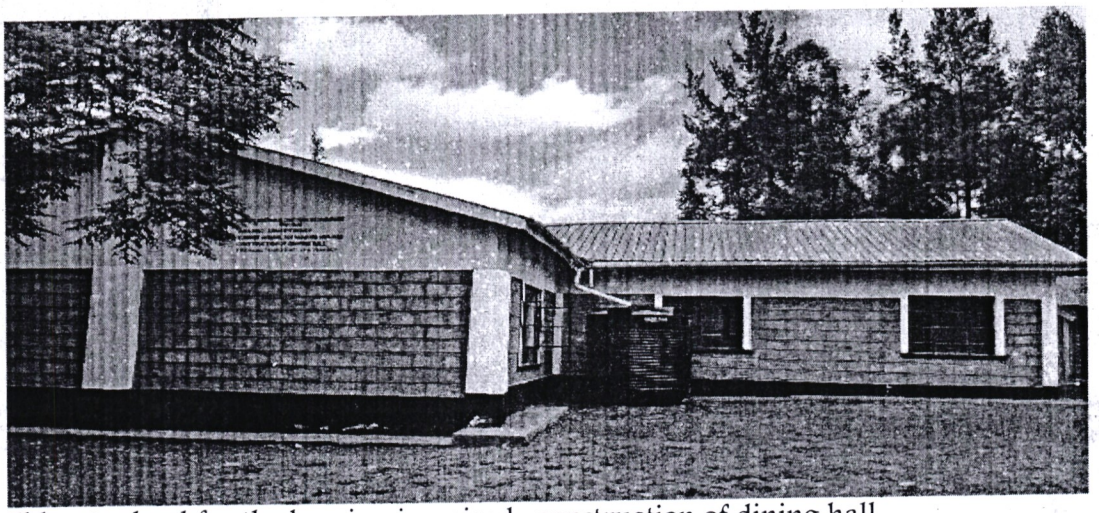
NG-CDF fund has and continues to touch, change and transform lives of common citizen down at the grass root level. That has been achieved through bursary fund to needy but bright school going students who would have dropped out if not for NG-CDF bursary fund intervention. Notably also there is no clear structure to administer the social security program in the constituency. It is upon the NG-CDF board to expedite issuance of a policy guidelines towards social security programmes.
The slow implementation of projects was due to delayed disbursement of funds from NG-CDF Board. There is need for bursary/social security allocation to be reviewed upwards to match increasing needs of school fees.
There are quite a number of challenges facing constituents in Ainabkoi constituency ranging from poor road networks, power outages, communication/network problems, insecurity, landslides, thunder and lightning strikes. With collaboration, networking and partnering with stakeholders, the above challenges could be solved. The constituency launched constituency strategic plan in September 2019 which aims at giving strategic direction, focus and concentration of funds to ensure maximum benefit to all in an effective and efficient manner.
I would like to thank all stakeholders of NG CDF projects in Ainabkoi including the project management committees, development partners, and government line ministries.
Budget allocation for the two years compared on a pie chart.

Financial Years	Amount Allocated in Kes
2020/2021	137,088,879

2021/2022	137,088,879



Some of the projects implemented



Eldoret school for the hearing impaired -construction of dining hall

28/3/2023
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Name: Abraham Tuwey
CHAIRMAN NGCDF COMMITTEE

III. Statement Of Performance Against Predetermined Objectives for FY2021/22

Introduction

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

The key development objectives of *Ainabkoi Constituency 2018-2022* plan are to:

a) Education- to improve student outcomes and enabling environment for quality learning
b) Security- to create peaceful, secure and enabling environment through support of infrastructure in the ministry of interior in the constituency
c) Sports- to create opportunities for young people and marginalized groups to harness their potential and capabilities through sports
d) Enhance and sustain security in the constituency
e) Promote sustainable environment management practices
f) Nature and promote youth sporting talent
g) Promote sustainable youth empowerment programmes
h) Increase access to ICT infrastructure

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all	In FY 2021/22 -we increased constructed 10classrooms and purchased 7school buses We also issued bursaries to needy students

			levels	
Security	-Enhance and sustain security in the constituency	-Conducive working environment for security personnel -Increased security coverage Secure business environment.	-Number of rehabilitated and constructed DCC and chief offices.	In FY 2021/22 -We constructed single roomed houses in three police posts -We also furnished ACC office.
Environment	-Promote sustainable environment management practices	-Increased forest cover in the constituency -A more informed citizenry on environmental conservation.	-Number of water tanks purchased for harvesting rain water	During F/Y 2021/22 -We supplied 5000litres water tanks to 13 schools within the constituency.
Emergency	-cater for emergencies that may occur within the constituency.	-emergencies taken care of to ensure normal operations within institutions..	-Number of emergency cases taken care of	During F/Y 2021/22 -We constructed pit latrines in 12 institutions as a matter of emergency

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

a. **Education and Training:** Ainabkoi NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.

b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. **Environmental performance**

- *NG-CDF supported students carry out environmental conservation activities e.g. harvesting of rain water using water tanks to reduce soil erosion*
- *Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.*
- *NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*
- *NG-CDF staff Have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. **Employee welfare**

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

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

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

4. **Market place practices-**

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

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

NGCDF has put in efforts to ensure:

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

5. **Community Engagements-**

Ainabkoi NGCDF has endeavoured to sustain community engagement through engaging local contractors and suppliers when necessary. We have also engaged the community through sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and

policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act.

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.
The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness
This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.
Ainabkoi NG-CDF have continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

ACCOUNT MANAGER
AINABKOI
P.O. Box 2002-30100,
ELDORET

.....
Name: Luka Kimosop
FAM 28/03/23

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Ainabkoi Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2022. 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-Ainabkoi Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency 's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Ainabkoi Constituency further confirms the completeness of the accounting records maintained for the *constituency,* which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NGCDF- Ainabkoi Constituency financial statements were approved and signed by the Accounting Officer on 28/8/ 2023.

.....	.....
Name: Abraham Tuwey	**Name: Luka Kimosop**
Chairman – NGCDF Committee	**Funds Account Manager**

REPUBLIC OF KENYA

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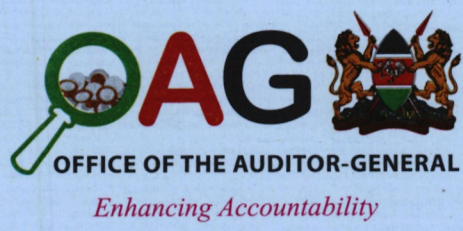

HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITENCIES DEVELOPMENT FUND - AINABKOI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.

B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.

C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Ainabkoi Constituency set out on pages 1 to 39,

which comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Unsupported Committee Expenses

The statement of receipts and payments reflects use of goods and services amount of Kshs.14,885,850 as disclosed in Note 5 to the financial statements. Included in this amount is Kshs.10,402,610 in respect to other committee expenses and allowances. However, the approved budget for committee expenses was Kshs.4,900,000 resulting to an over expenditure of Kshs.5,502,610, which was not approved by the National Government Constituencies Development Fund board. Further, the authority for safari imprest, signed attendance list, minutes of meetings and purpose of the meetings were not attached on some payment vouchers.

In the circumstances, the validity, accuracy and completeness of the committee expenses balance of Kshs.10,402,610 for the year ended 30 June, 2022 could not be confirmed.

2. Unreconciled Fuel Records

The use of goods and services amount of Kshs.14,885,850 also includes Kshs.1,000,000 incurred on fuel, oil & lubricants. Records provided for audit revealed that the Fund Account Manager pays for fuel in bulk to be consumed at a pump price as and when needed. However, no suppliers' statements/invoices, work tickets and fuel register were provided in support of the amount.

In the circumstance, the validity and accuracy of fuel expenditure of Kshs.1,000,000 for the year ended 30 June, 2022 could not be confirmed.

3. Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.19,576,304. However, the bank reconciliation statement for the month of June, 2022 revealed payments in bank statement not recorded in cash book amount of Kshs.124,214, which related to bank charges which ought to have been recorded in cash book and

expensed. Further, there were multiple instances where details of the payee were not recorded in the cashbook. In addition, there was no evidence that the Accounting Officer of the Fund submitted the monthly bank reconciliation statements to The National Treasury with a copy to the Auditor-General for each of the months during the financial year under review.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.19,576,304 as at 30 June, 2022 could not be confirmed.

4. Unsupported Project Management Committee (PMC) Account Balances

Note 17.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) account balances of Kshs.23,305,517 held in fifty two (52) bank accounts. However, Management did not provide cashbooks, bank statements, bank reconciliation statements and certificates of bank balances to support the balances. Further, there was no evidence that Management submitted the monthly bank reconciliation statements of any of the fifty-two (52) PMC bank accounts to The National Treasury with a copy to the Auditor-General for each of the months during the financial year. In addition, the movement schedule for prior year comparative balances of Kshs.12,833,591 and expenditure returns were also not provided for audit.

In the circumstances, the accuracy, completeness and existence of the Project Management Committee bank balances of Kshs.23,305,517 as at 30 June,2022 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 - Ainabkoi Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis amount of Kshs.212,522,938 and Kshs.201,334,059 respectively, resulting to an under-funding of Kshs.11,188,879 or 5.2% of the budget. Similarly, the Fund expended Kshs.181,757,755 against an approved budget of Kshs.212,522,938 resulting to an under expenditure of Kshs.30,765,183 or 14.5% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury and Planning Circular reference No. AG.4/16/3 Vol.II (66) dated 6 July, 2022.

In the circumstances, Management did not comply with the requirements of the reporting template.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Anomalies in Transfers to Other Government Units

The statement of receipts and payments reflects transfers to other government units amount of Kshs.94,139,767 comprising of transfers to primary school Kshs.32,051,747, secondary schools' Kshs.59,400,000 and tertiary institutions Kshs.2,688,020 as disclosed in Note 6 to the financial statements. Although the amounts were transferred to thirty (30) primary schools, eighteen (18) secondary schools and one (1) tertiary institution for construction projects, no approved work plans, procurement plans and expenditure returns and reports from the educational institutions were provided for audit. In addition, the completion date for each project was not specified.

In the circumstances, there is a risk of loss of funds through irregular procurement of goods and services or non-implementation of projects as per approved plan.

2. Irregular Procurement of Secondary School Buses

The statement of receipts and payments reflects transfer to other government units amount of Kshs.94,139,767 out of which Kshs.59,400,000 was in respects to transfers to secondary. Included in Kshs.59,400,000 is Kshs.21,600,000 incurred in procurement of buses for AIC Kiluka Mixed Secondary School, Ainabkoi Secondary School and Kapsoya Secondary School whose procurement records namely tender advertisement, tender opening, evaluation and award minutes were not provided for audit. Further, there was no documentary evidence to show that the three schools requested for the buses. In addition, Kshs.59,400,000 also includes Kshs.32,400,000 incurred on the supply and delivery of six school 29 seater buses. However, the procurement records - the Supply

and delivery of school buses were not provided for audit. Further, the value of buses of Kshs.32,400,00 exceeded the request of quotation procurement method limit of Kshs,3,000,000 in respect of goods as set out in the second schedule of the Public Procurement and Asset Disposal Regulations, 2020.

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

3. Delayed Projects

During the year under review, four projects with a budget of Kshs.14,500,000 subjected to audit verification in March 2023 remained incomplete and the contractors' were not on site as detailed below:

Financial Year	Project Name	Approved Activity	Estimated Cost (Kshs)	Amount Allocated (Kshs)	Completion %	Remarks
2013-2014	Kipkorgot Multipurpose Hall	Construction of a multipurpose hall	1,000,000	1,000,000	45%	Incomplete, Contractor not on site
2017-2018	Kipkorgot Multipurpose Hall	Construction of a multipurpose hall	2,000,000	2,000,000	45%	Incomplete, Contractor not on site
2017-2018	Ainabkoi KMTC	Construction of ultra morden tuition block currently at first floor	8,000,000	4,000,000	55%	Incomplete, Contractor not on site
2020-2021	Kaptagat Chief's Office	Completion of office block comprising of reception, 2 offices and a	3,500,000	3,500,000	20%	Incomplete, Contractor not on site

In the circumstances, the residents of Ainabkoi Constituency have not gotten value for money spent on the projects.

4. Stalled Project

The Fund Management awarded tender No. NG-CDF AINAB/20/2019-2020 for the construction of a storey building at Munyaka Primary School comprising of administration block and 5 classrooms at a contract sum of Kshs.23,560,060 to a local contractor with effect from 11 March, 2021 with a completion period of 20 weeks. However, the payments schedule, certified certificates, performance bond and contract were not provided for audit. In addition, no funds were budgeted or spent on the project during the year under

review. Physical verification on 10 March, 2023 revealed that the project was still incomplete and stalled.

In the circumstances value for money may not be obtained from the project's implementation.

5. Construction of Administration Block at Kongasis Primary School

The statement of receipts and payments reflects transfer to other government units amount of Kshs.94,139,767 out of which Kshs.1,500,000 is in respect of construction of administration office block at Kongasis Primary School. The contract was awarded to a local company at a cost of Kshs.3,799,995 vide tender number AINAB/NG-CDF/017/2021/2022. The works were to commence on 6 July, 2022 and completed within four weeks. Audit inspection carried out on 9 March, 2023 revealed that the contractor was not on site and the project had stalled.

In the circumstance, value for money may not be realized.

6. Award of Bursaries

The statement of receipts and payments reflects other grants and transfers of Kshs.68,753,199 which includes bursary payment of Kshs.31,986,804 and Kshs.19,811,130 for secondary schools and tertiary institutions respectively, all totalling Kshs.51,797,934 as disclosed in Note 7 to the financial statements. However, analysis of the acknowledgement letters from schools revealed that only Kshs.5,271,002 was supported while the balance of Kshs.46,526,932 remained un acknowledged. Further, there was no evidence to show that the sub-committee formed included two co-opted members, one who must be an education officer or an officer seconded from Ministry of Education.

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

7. NHIF Payment

The statement of receipts and payment reflects other grants and transfers balance of Kshs.68,753,199 as disclosed in Note 7 to the financial statements. Included in this amount is Kshs.1,350,000 paid to NHIF vide PV No 221 as contributions to vulnerable people in the constituency. However, the NG-CDF had approved a payment of Kshs.6,000,000. Management has not explained why only Kshs.1,350,000 was paid, Kshs.1,986,691 re-allocated to bursaries without approval of the CDF board and the balance of Kshs.2,463,309 still held in the bank as un utilized funds.

In the circumstances, the propriety of the contributions to NHIF in respect of vulnerable people could not be confirmed.

8. Environment Projects

The statement of receipts and payment reflects other grants and transfers amount of Kshs.68,753,199 as disclosed in Note 7 to the financial statements. Included in this

amount is Kshs.1,950,000 in respect to environment projects. During the year under review, thirty (30) water tanks were purchased under the environment project and distributed to various schools in the constituency. However, it was not clear as to how the supplier was identified as tender evaluation minutes were not provided for review.

In the circumstances, Management was in breach of law.

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, except for the matter described in the Basis for conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my and report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

High Personnel Turnover

During the year under review, it was noted that Ainabkoi NGCDF had three (3) Fund Account Managers. The first Fund Account Manager joined in July, 2021 and left in January, 2022. Later, the second Fund Account Manager joined in February, 2022 and left in April, 2022. In the financial year ended 30 June, 2022 there was a third Fund Account Manager who was in acting capacity and at the time of audit in March, 2023 there was a fourth Fund Account Manager. Based on this high rate of turnover, the needs of the people of Ainabkoi may not be met and the auditor's recommendations may not be implemented accordingly due to lack of institutional memory.

The high turnover of Fund Account Managers causes delays in transfer of funds and implementation of key projects hence denies residents of Ainabkoi Constituency benefits accruing from the approved and completed projects.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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

09 June, 2023

VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers from NGCDF Board	1	170,718,879	162,267,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	252,000
TOTAL RECEIPTS		170,718,879	162,519,724
PAYMENTS			
Compensation of employees	4	3,186,939	2,999,656
Use of goods and services	5	14,885,850	13,035,491
Transfers to Other Government Units	6	94,139,767	71,550,924
Other grants and transfers	7	68,753,199	73,203,275
Acquisition of Assets	8	792,000	-
Other Payments	9	-	-
TOTAL PAYMENTS		181,757,755	160,789,346
SURPLUS/DEFICIT		(11,038,876)	1,730,378

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

The Constituency financial statements were approved on 28/8/ 2023 and signed by:

FUND ACCOUNT MANAGER NG-CDF AINABKOI P.O. BOX 30100, KERICHO Date:

Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Luka Kimosop	Name: Naomi Singa ICPAK M/No: 8816	Name: Abraham Tuwey

VIII. Statement of Assets and Liabilities As At 30th June, 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (as per the cash book)	10A	19,576,304	30,615,180
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		19,576,304	30,615,180
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		19,576,304	30,615,180
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		19,576,304	30,615,180
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	30,615,180	28,884,802
Prior year adjustments	14	-	
Surplus/Defict for the year		(11,038,876)	1,730,378
NET FINANCIAL POSITION		19,576,304	30,615,180

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

The Constituency financial statements were approved on 28/3/ 2023 and signed by:

FUND ACCOUNT MANAGER NG-CDF AINABKOI P.O. BOX 30100, ELDORET Date.....

Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Luka Kimosop	Name: Naomi Singa ICPAK M/No: 8816	Name: Abraham Tuwey

IX. Statement of Cash Flows for the Year Ended 30th June 2022

	Notes	2021 - 2021 Kshs	2021 - 2021 Kshs
Receipts From Operating Activities			
Transfers from NGCDF Board	1	170,718,879	162,267,724
Other Receipts	3	-	252,000
		170,718,879	162,519,724
Payments for operating activities			
Compensation of Employees	4	3,186,939	2,999,656
Use of goods and services	5	14,885,850	13,035,491
Transfers to Other Government Units	6	94,139,767	71,550,924
Other grants and transfers	7	68,753,199	73,203,275
Other Payments	9	-	-
		180,965,755	160,789,346
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		(10,246,876)	1,730,378
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(792,000)	-
Net cash flows from Investing Activities		(792,000)	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(11,038,876)	1,730,378
Cash and cash equivalent at BEGINNING of the year	10	30,615,180	28,884,802
Cash and cash equivalent at END of the year		19,576,304	30,615,180

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

The Constituency financial statements were approved on 28/3/ 2023 and signed by:

FUND ACCOUNT MANAGER
NG-CDF AINABKOI
P.O. BOX 882- 30100,
KOORET

Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Luka Kimosop	Name: Naomi Singa ICPAK M/No: 8816	Name: Abraham Tuwey

X. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	B		c=a+b	d	e=c-d	f=d/c %
Receipts	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2021/2022	30/06/2022		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NG-CDF Board	137,088,879	30,615,180	44,818,879	212,522,938	201,334,059	11,188,879	
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts	0			0	-	-	#DIV/0!
TOTAL RECEIPTS	**137,088,879**	**30,615,180**	**44,818,879**	**212,522,938**	**201,334,059**	**11,188,879**	**94.7%**
PAYMENTS							
Compensation of Employees	2,516,052	273,799	148,520	2,938,371	3,186,939	(248,568)	108.5%
Use of goods and services	9,036,482	2,137,120		11,173,602	14,885,850	(3,712,248)	133.2%
Transfers to Other Government Units	67,241,048	18,883,354	25,245,700	111,370,102	94,139,767	17,230,335	84.5%
Other grants and transfers	57,495,297	9,320,907	19,424,659	86,240,863	68,753,199	17,487,664	79.7%
Acquisition of Assets	800,000			800,000	792,000	8,000	99.0%
Other Payments- pending approval	0			0	-	-	#DIV/0!
TOTAL	**137,088,879**	**30,615,180**	**44,818,879**	**212,522,938**	**181,757,755**	**30,765,183**	**85.5%**

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

Explanatory Notes .
(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]

(b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities

Description	Amount
Budget utilisation difference totals	30,765,183
Less undisbursed funds receivable from the Board as at 30th June 2022	11,188,879
	19,576,303
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	19,576,303

The Constituency financial statements were approved on 28/3/ 2023 and signed by:

FUND ACCOUNT MANAGER
NG-CDF AINABKOI
P.O. Box 9882- 30100,
ELDORET
Sign.....
Date.....

Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Luka Kimosop	Name: Naomi Singa ICPAK M/No: 8816	Name: Abraham Tuwey

X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,516,052	273,799	148,520	2,938,371	3,186,939	(248,568)
1.2 Committee allowances	2,400,000			2,400,000	2,682,660	(282,660)
1.3 Use of goods and services	2,569,845	137,120		2,706,965	4,862,390	(2,155,425)
Total	**7,485,897**	**410,919**	**148,520**	**8,045,336**	**10,731,989**	**(2,686,653)**
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,400,000			1,400,000	1,400,000	-
2.2 Committee allowances	1,500,000	1,000,000		2,500,000	3,270,500	(770,500)
2.3 Use of goods and services	1,166,637	1,000,000		2,166,637	2,670,300	(503,663)
Total	**4,066,637**	**2,000,000**	**-**	**6,066,637**	**7,340,800**	**(1,274,163)**
3.0 Emergency						
3.1 Primary Schools				-		-
3.2 Secondary schools				-		-
3.3 Tertiary institutions				-		-
3.4 Security projects			-	-		-
3.5 Unutilised	7,192,207	1,120,719	7,353,775	15,666,701	7,050,000	8,616,701

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
Total	7,192,207	1,120,719	7,353,775	15,666,701	7,050,000	8,616,701
4.0 Bursary and Social Security				-		
4.1 Secondary Schools	23,194,998	2,790,586.00	2,742,192	28,727,776	31,986,804	(3,259,028)
4.2 Tertiary Institutions	15,150,760	2,670,006.00	3,678,692	21,499,458	19,811,130	1,688,328
4.3 Social Security	6,000,000			6,000,000	1,350,000	4,650,000
4.4 Special Needs				-	-	
Total	44,345,758	5,460,592	6,420,884	56,227,234	53,147,934	3,079,300
5.0 Sports				-		-
5.1	1,207,332	2,597,933		3,805,265	3,805,265	-
Total	1,207,332	2,597,933		3,805,265	3,805,265	-
6.0 Environment						
koibarak primary	150,000			150,000	150,000	-
uhuru primary	150,000			150,000	150,000	-
tendwo primary	150,000			150,000	150,000	
kapsemwo primary	150,000			150,000	150,000	
Aic kaptagat children home	150,000			150,000	150,000	
kongasis primary	150,000			150,000	150,000	

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
cheptigit primary	150,000			150,000	150,000	
chebaon primary	150,000			150,000	150,000	
chepngoror primary	150,000			150,000	150,000	-
arap moi primary	150,000			150,000	150,000	-
lelek primary	150,000.00			150,000	150,000	
leltot primary	150,000			150,000	150,000	-
kipkoryony primary	150,000			150,000	150,000	-
Total	**1,950,000**	-	-	**1,950,000**	**1,950,000**	-
7.0 Primary Schools Projects						
kaptagat childrens home	900,000			900,000	900,000	
arnesens pry	5,400,000			5,400,000	5,400,000	
baharini pry	5,400,000			5,400,000	5,400,000	
chepkero pry	700,000			700,000	700,000	
chepkurum pry	500,000			500,000	500,000	
drys farm pry	900,000			900,000	-	900,000
eldoret border farm pry	840,000			840,000	-	840,000
kapsewo pry	500,000			500,000	500,000	
katuiyo pry	400,000			400,000	400,000	

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
kewapmoi pry	500,000			500,000	-	500,000
kimuruk pry	700,000			700,000	700,000	
kipkoriony pry	700,000			700,000	700,000	
koibarak pry	700,000			700,000	700,000	
koibarak pry	200,000			200,000	200,000	
kongasis pry	1,500,000			1,500,000	1,500,000	
lelek pry	700,000			700,000	700,000	
leltot pry	700,000			700,000	700,000	
lotonyok pry	100,000			100,000	100,000	
naiberi pry	700,000			700,000	700,000	
plateau pry	700,000			700,000	700,000	
rotuga pry	900,000			900,000	900,000	
rurugi pry	700,000			700,000	700,000	
saito pry	900,000			900,000	900,000	
tigwa pry	900,000			900,000	900,000	-
arap moi pry	300,000			300,000	300,000	-
olare pry	614,750			614,750	614,750	-
koilel pry		1,900,000			1,900,000	-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
				1,900,000		
chepkongony pry		1,900,000		1,900,000	1,900,000	-
brookely pry		1,036,997		1,036,997	1,036,997	-
chepkurum pry		2,400,000		2,400,000	2,400,000	-
chepnoet pry			50,000	50,000	-	50,000
Total	27,054,750	7,236,997	50,000	34,341,747	32,051,747	2,290,000
8.0 Secondary Schools Projects						-
rurigi sec	3,300,000			3,300,000	3,300,000	-
st gregory sec	3,300,000			3,300,000	3,300,000	
tendwo sec	3,386,298			3,386,298	-	3,386,298
chelelachbei east sec	900,000			900,000	900,000	
chepkongony sec	900,000			900,000	900,000	
cheptigit sec	5,400,000			5,400,000	5,400,000	
kapsundei sec	1,400,000			1,400,000	1,400,000	
chesogor sec	5,400,000			5,400,000	-	5,400,000
st gregory sec	5,400,000			5,400,000	5,400,000	
st marys koibarak sec	5,400,000			5,400,000	5,400,000	
tendwo sec	5,400,000			5,400,000	5,400,000	

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
kapsoya sec		1,500,000		1,500,000	1,500,000	
kapsundei sec		1,600,000		1,600,000	1,600,000	
kiluka sec		2,100,000		2,100,000	2,100,000	
ngatit sec		1,300,000		1,300,000	-	1,300,000
chelelachbei east sec		500,000		500,000	-	500,000
rurigi sec		1,200,000		1,200,000	1,200,000	
plateau sec		500,000		500,000	-	500,000
kapsoya sec		300,000		300,000	-	300,000
naiberi sec		100,000		100,000	-	100,000
ilula sec			580,000	580,000	-	580,000
kapsoya sec			7,200,000	7,200,000	7,200,000	
kiluka sec			7,200,000	7,200,000	7,200,000	
ainabkoi sec			7,200,000	7,200,000	7,200,000	-
Total	**40,186,298**	**9,100,000**	**22,180,000**	**71,466,298**	**59,400,000**	**12,066,298**
9.0 Tertiary institutions Projects				-		-
Ainabkoi kmtc		2,688,020		2,688,020	2,688,020	
Ainabkoi kmtc			3,015,700	3,015,700		3,015,700
Total					**2,688,020**	**3,015,700**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
	-	2,688,020	3,015,700	5,703,720		
10.0 Security Projects				-		-
Kipkorgot police post	700,000			700,000	700,000	
Kapsoya AP line	1,000,000			1,000,000	1,000,000	-
ACC OFFICE	400,000			400,000	400,000	-
kapsoya police post	700,000			700,000	700,000	-
Total	2,800,000	-	-	2,800,000	2,800,000	-
11.0 Acquisition of assets				-		-
	-					
ng cdf office	800,000		-	800,000	792,000	8,000
	-		-	-	-	-
	-		-	-		
Total	800,000		-	800,000	792,000	8,000
12.0 Other payments				-		-
kipkorgot social hall			5,650,000	5,650,000		5,650,000
				-		-
				-		-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022	
				-		-
				-		-
				-		
				-		
Total		-	5,650,000	5,650,000	-	5,650,000
13.0 unallocated fund						
Unapproved projects						-
AIA						-
PMC savings						
Total			-	-	-	-
	137,088,879		44,818,879	212,522,938	181,757,755	30,765,183

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash 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 various commercial banks at the end of the financial year.

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on xx June 2021 for the period 1st July 2021to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

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 2022.

14. Errors

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

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

15. Related Party Transactions

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

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO. B124713		9,000,000
AIE NO.B104700		25,000,000
AIE NO.B104784		44,367,724
AIE NO.B132083		6,000,000
AIE NO.B128338		7,000,000
AIE NO.B119688		13,000,000
AIE NO.B119728		6,900,000
AIE NO.B124882		10,000,000
AIE NO.B126047		6,000,000
AIE NO.B105181		12,000,000
AIE NO.B126047		10,000,000
AIE NO. B138751		13,000,000
AIE NO. B140826	33,000,000	
AIE NO. B105406	44,000,000	
AIE NO. B105722	22,000,000	
AIE NO. B105988	6,000,000	
AIE NO. B128751	12,000,000	
AIE NO. B154354	16,000,000	
AIE NO. B154251	37,088,879	
AIE NO. A888966	630,000	
Total	**170,718,879**	**162,267,724**

2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Others (specify)		
Total	-	-

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Receipts Sale of Tender Documents	-	252,000
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	**252,000**

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,186,939	2,999,656
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	-	-
Employer Contributions Compulsory national social security schemes	-	-
TOTAL	3,186,939	2,999,656

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Utilities, supplies and services	61,884	
Electricity	-	27,500
Water & sewerage charges	-	31,120
Office rent	-	
Communication, supplies and services	589,830	
Domestic travel and subsistence	641,090	
Printing, advertising and information supplies & services	-	
Rentals of produced assets		
Training expenses	408,000	442,500
Hospitality supplies and services	417,700	
Other commitee expenses	7,719,950	9,659,982
Commitee allowance	2,682,660	
Insurance costs	-	190,895
Specialised materials and services	-	512,391
Office and general supplies and services	1,110,130	703,600
Fuel , oil & lubricants	1,000,000	650,000
Other operating expenses	-	
Bank service commission and charges	29,498	
Other Operating Expenses	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	225,108	817,503
Routine maintenance- other assets	-	-
TOTAL	14,885,850	13,035,491

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers to PrimarySchools	32,051,747	35,659,999
Transfers to Secondary Schools	59,400,000	35,890,925
Transfers to Tertiary Institutions	2,688,020	
TOTAL	**94,139,767**	**71,550,924**

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary - Secondary (see attached list)	31,986,804	29,875,239
Bursary -Tertiary (see attached list)	19,811,130	30,334,060
Bursary- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	1,350,000	
Security Projects (see attached list)	2,800,000	7,612,650
Sports Projects (see attached list)	3,805,265	2,281,326
Environment Projects (see attached list)	1,950,000	3,100,000
Emergency Projects (see attached list)	7,050,000	-
TOTAL	**68,753,199**	**73,203,275**

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	792,000	-
Purchase of Vehicles and Other Transport Equipment	-	-
Total	792,000	-

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs (30/6/2022)	Kshs (30/6/2021)
Equity Bank, Eldoret Branch . Ainabkoi NG-CDFA/C no.0300278493051	**19,576,304**	**30,615,180**
Equity Bank	-	-
TOTAL	**19,576,304**	**30,615,180**
10B: CASH IN HAND)		
	2021-2022	**2020 - 2021**
	Kshs (30/6/2022)	**Kshs (30/6/2021)**
Location 1	-	-
Other receipts (specify)	-	-
TOTAL	-	-

11: Outstanding Imprests

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

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

Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	KShs	KShs
Retention as at 1st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30th June D= A+B-C	-	-

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30th June D= A+B-C	-	-

13. Balances Brought Forward

	2021-2022 (1st July 2021)	2020-2021 (1st July 2020)
	Kshs	Kshs
Bank accounts	30,615,180	28,884,802
Cash in hand	-	-
Imprest	-	-
Total	30,615,180	28,884,802

14. Prior Year Adjustments

Description of the error	Balance b/f FY 2020/2021 as per Audited Financial statements Kshs	Adjustments Kshs	Adjusted Balance** b/f FY 2021/2022 Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (*specify*)	-	-	-
Total	-	-	-

** *The adjusted balances are not carried down on the face of the financial statement.*
(Entity to provide disclosure on the adjusted amounts)

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022 KShs	2020-2021 KShs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022 KShs	2020 – 2021 KShs
Deposit and Retentions as at 1st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Changes in Accounts Payable E= D-E	-	-

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	1,515,760.00	1,196,263
Others (*specify*)	-	-
Total	1,515,760.00	1,196,263

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees		273,799
Use of goods and services		2,137,120
Amounts due to other Government entities (see attached list)	17,371,998	44,025,574
Amounts due to other grants and other transfers (see attached list)	13,385,185	28,745,566
Acquisition of assets	8,000.00	
Others (specify)	-	-
Funds pending approval		252,000
	-	-
	30,765,183	75,434,059

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	23,305,517	12,833,591
Total	**23,305,517**	**12,833,591**

Annexes

Annexes: 1Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Comments
	A	B	C	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30th June 2022	Comments
NG-CDFC Staff				
1. Gilbert chelule	Accounts assistant		263,120	
2. Nathan Cheruiyot	Clerk of works		251,680	
3. Halima Dabaso	Secretary		177,320	
4. Rosemary Saina	Office assistant		177,320	
5. Andrew tarus	Driver		211,640	
6. Nicholas korir	Clerk of works		188,760	
7. Judith jeruto	Admin assistant		205,920	
8. Barnaba koech	Intern		40,000	
Sub-Total			**1,515,760**	
Grand Total			**1,515,760**	

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/2022	Outstanding Balance 2020/2021	Comments
Compensation of employees			273,799	
Use of goods & services			2,137,120	
Amounts due to other Government entities				
chepnoet pry	Completion of office	50,000		
cheplelachbei east sec	Construction of classroom	900,000		
eldoret border farm pry	Renovation of classroom	840,000		
kewapmoi pry	Completion of classroom	500,000		
plateau sec	Renovation of classroom	500,000		
cheplelachbei east sec	Renovation of classroom	500,000		
ilula sec	Completion of admin block	580,000		
chesogor sec	Purchase of school bus	5,400,000		
kapsoya sec	fencing	300,000		
naiberi sec	Completion of office	100,000		
tendwo sec	Completion of admin block	3,386,298		
ngatit sec	Construction of 2classrooms	1,300,000		
ainabkoi kmtc	Completion of admin block	3,015,700		
kapsoya sec	Purchase of school bus		7,200,000	

kiluka sec	Purchase of school bus		7,200,000	
ainabkoi sec	Purchase of school bus		7,200,000	
kmtc burnt forest	Drainage and ramp		5,703,720	
chepkurmum sec	Construction of 3classrooms		2,400,000	
ngatit sec	Construction of 2classrooms		1,300,000	
cheplelachbei east sec	Construction of one class		900,000	
cheplelachbei east sec	Construction of one class		500,000	
rurigi sec	Construction of admin block		1,200,000	
plateau sec	renovation		500,000	
koilel pry	Renovation of classrooms		1,900,000	
eldoret school for hearing	Construction of dining hall		5,084,857	
chepkongony pry	Renovation of classrooms		1,900,000	
brookrly pry	Renovation of classroom		1,036,997	
Sub-Total		17,371,998	44,025,574	
Amounts due to other grants and other transfers				
bursary-social security	Nhif to needy cases	3,079,300		
Emergency		4,655,885		
kipkorgot social hall	Construction of social hall	5,650,000		

Emergency	Emergency occurrence		11,214,090	
bursary secondary	Bursary to needy students		5,532,778	
bursary tertiary	Bursary to needy students		6,348,698	
kipkorgot social hall	Construction of social hall		5,650,000	
Sub-Total		13,385,185	28,745,566	
Acquisition of assets				
ng cdf office	Office renovation	8,000		
Others (*specify*)				
Sub-Total		8,000		
Funds pending approval			252,000	
Grand Total		30,765,183	75,434,059	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	0			0
Buildings and structures	6,634,430			6,634,430
Transport equipment	6,161,095			6,161,095
Office equipment, furniture and fittings	391,828			391,828
ICT Equipment, Software and Other ICT Assets	576,745			576,745
Other Machinery and Equipment	3000			3000
Heritage and cultural assets	0			0
Total	**13,767,098**			**13,767,098**

Annex 5 –PMC Bank Balances As At 30th June 2022

	PMC	Bank	Account number		Bank Balance 2021/22	Bank Balance 2020/21
1	Baharini primary school	01141685630800	Cooperative Eldoret	26.01.2016		2,002
2	berur primary school	01141598818000	Cooperative Eldoret	24.11.2014		50,335
3	brockley primary school	01141685445700	Cooperative Eldoret	26.09.2015	583,593	515,177
4	drys farm primary school	01141598818400	Cooperative Eldoret	22.11.2014	947,488	159,773
5	Eldoret border primary school	01141685633300	Cooperative Eldoret	03.02.2016		117,946
6	illula primary school	01141686207400	Cooperative Eldoret	19.01.2017	3,740	3,740
7	kewapmoi primary school	01141685263800	Cooperative Eldoret	13.07.2015	182,151	258,099
8	kewet primary school	01139086901900	Cooperative Eldoret	15.02.2013		66,920
9	kiburer primary school	01141598818000	Cooperative Eldoret	24.11.2014		502,335
10	kiluka primary school	01141685213300	Cooperative Eldoret	16.06.2015	34,462	169,170
11	koibarak primary school	01141598778300	Cooperative Eldoret	18.11.2014	881,488	171,234
12	koilel primary school	01141685638000	Cooperative Eldoret	26.01.2016		169,084
13	koilonget primary school	01141598820300	Cooperative Eldoret	22.11.2014		350,331
14	lelek primary school	01141685432600	Cooperative Eldoret	21.09.2015	701,916	1,815
15	olare primary school	01141685481800	Cooperative Eldoret	16.10.2015	249,922	2,126,673
16	Plateau primary school	01141685912700	Cooperative Eldoret	06.07.2016	513	512
17	sky line primary school	01141685657600	Cooperative Eldoret	08.02.2016	282,663	481,512

	PMC	Bank	Account number		Bank Balance 2021/22	Bank Balance 2020/21
18	Chelelek Secondary School	01141685575600	Cooperative Eldoret	18.12.2015		121,683
19	chepngoror sec school	01141685655900	Cooperative Eldoret	08.02.2016	10,708	10,707
20	Dry's girls secondary school	01141685936200	Cooperative Eldoret	03.08.2016		531,182
21	kapsoya secondary school	01141598952600	Cooperative Eldoret	05.02.2015		11,862
22	koibarak secondary school	01141685579600	Cooperative Eldoret	19.12.2015	95,239	95,238
23	ainabkoi kmtc	01141685525100	Cooperative Eldoret	12.11.2015	1,720,144	5,405,810
24	ainabkoi chiefs office	01141685620400	Cooperative Eldoret	25.01.2016		114,043
25	waunifor primary school	01141685956000	Cooperative Eldoret	05.08.2016	1,293	300,482
26	Tinga primary school	01141686503300	Cooperative Eldoret	02.06.2017		998,650
27	Cheseret primary school	01116686535500	Cooperative Eldoret	09.06.2017		29,905
28	Wounifour police station project	01141685655600	Cooperative Eldoret	08.02.2016		4,048
29	arnesens primary school	01139046538901	Cooperative Eldoret	25.11.2013		3,321
30	kipkabus upper primary school	01139441385600	Cooperative Eldoret	15.02.2013	1,455	51,455
31	katuiyo secondary school	01139442861600	Cooperative Eldoret	05.12.2013		8,547
32	chepkongony primary school	01008030017570	sidian	5.10.2012	1,944,161	
33	kimuruk primary school	01008030008961	sidian	17.4.2009	2,279	
34	arangai primary school	01008030018519	sidian	13.6.2014	672	
35	rurigi primary school	01008030019297	sidian	23.8.2020	1,132	

	PMC	Bank	Account number		Bank Balance 2021/22	Bank Balance 2020/21
36	munyaka primary school	01008030019227	sidian	17/07/2020,	3,756,144	
37	uhuru pcea primary school	01008030017710	sidian	15.10.2012	23,435	
38	chelugui primary school	01008030015781	sidian	28/06/2011,	590	
39	chepkurmum primary school	01008030014287	sidian	25/05/2010,	3,995,292	
40	tendwo primary school	01008030017430	sidian	01.10.2012	554,937	
41	st gregory naiberi secondary school	01008030019277	sidian	11.8.2020	1,097,714	
42	koilel primary school	01008030019267	sidian	10/08/2020,	1,900,525	
43	kapkeno primary school	01008030019307	sidian	25.8.2020	38,570	
44	chesongor secondary school	01008030014104	sidian	23/03/2010,	164,014	
45	naiberi primary school	01008030019287	sidian	14/08/2020,	1,103,429	
46	kongasis primary school	01008030019257	sidian	06/08/2020,	2,225	
47	kitoroch primary school	01008030018819	sidian	28/01/2015,	50,284	
48	tingwa primary school	01008030008058	sidian	20/03/2009,	900,999	
49	kaptagat childrens home	01008030018769	sidian	16.12.2014	2,355	
50	rotuga primary school	01008030015291	sidian	18/04/2011,	903,059	
51	st peters waunifor secondary school	10151203000021	consolidated	26/11/2012	377,132	
52	eldoret school for hearing impaired	10151203000026	consolidated	07/03/2012	789,800	
	Total				**23,305,517**	**12,833,591**

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
1.0 presentation, accuracy and disclosure of financial statements	Variances in comparative figures in the statement of cashflows	There were mistakes in the financial statements that resulted to variances	Not resolved	
2.0 transfer to primary schools	Kshs. 1,200,000 paid to lamaon primary school project management committee for purchase of 2acres of land. However, valuation report, search certificates from land office and title deed were not provided for audit verification	There has been delay in issuance of title deeds	Not resolved	
3.o cash and cash equivalent 3.1 undisclosed bank account	As at 30th June 2021 Ainabkoi constituency operated and maintained an account with bank balance of kshs. 1,725,502 and not disclosed in the financial statements	The account has since been closed	Resolved	

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
3.2 long outstanding cheques	Ainabkoi constituency revealed long outstanding cheques which have remained unpresented since 2019.	The outstanding cheques have been reversed in the cash book	Resolved	
3.3 unsupported project management committee (pmc) account balances	The management did not provide supporting cashbooks, bank statements and bank reconcilliations and certificate of bank balance to support the balances	The pmcs have been advised to provide the bank reconcilliations and certificate of bank balance to support the balances	Not resolved	December 2022

FUND ACCOUNT MANAGER
NG-CDF AINABKOI
P.O. Box 9882- 30100,
ELDORET
Date 28/3/23 Sign:

.....
Name
Fund Account Manager.