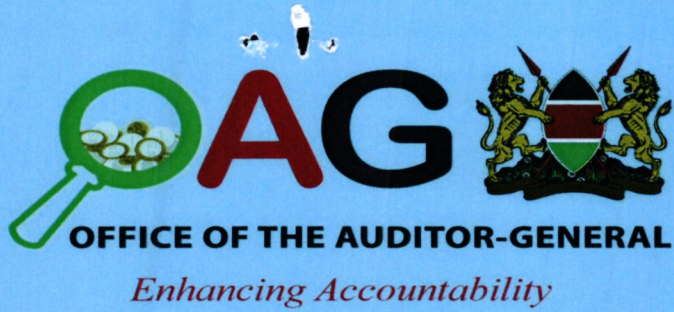


REPUBLIC OF KENYA



PARLIAMENT  
OF KENYA  
LIBRARY

**REPORT**

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 05 OCT 2021

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**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT  
FUND – KARACHUONYO CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE, 2019**





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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND -KARACHUONYO  
CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2019**

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





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

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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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**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 Karachuonyo 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 30<sup>th</sup> June 2019 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	A.I.E holder	DUNCAN MUGA
2.	Sub-County Accountant	RICHARD NYACHOTI
3.	Chairman NGCDFC	ELIAZAR BABU MUGA
4.	Member NGCDFC	STEPHEN ODIEMBO

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF Karachuonyo 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 Karachuonyo Constituency Headquarters**

P.O. Box 36  
KENDUBAY,  
Next to Rachuonyo North District Headquarters  
Along Kenubay-Oyugis Road



**(f) NGCDF Karachuonyo Constituency Contacts**

Telephone: (254) 0735825290  
karachuonyo@ngcdf.go.ke  
Website: www.ngcdf.go.ke

**(g) NGCDF Karachuonyo Constituency Bankers**

1. Equity Bank  
Homabay Branch  
A/C no. 1184059780,

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

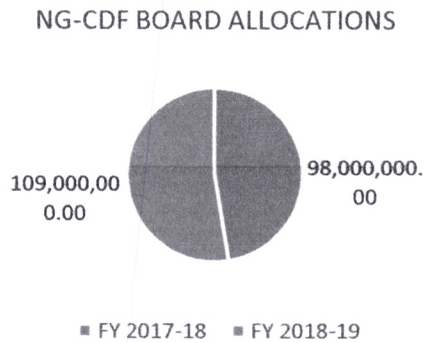
The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya



**II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE**

**ALLOCATIONS OF FUNDS:**

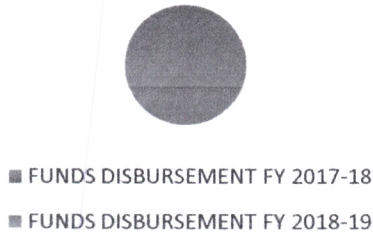
The NG-CDF Board has made improvement in allocation of funds to the constituencies. The total allocation to the constituency improved from **Kshs 98Million** in the FY 2017/18 to **Kshs 109 Million** in the financial year 2018/19:



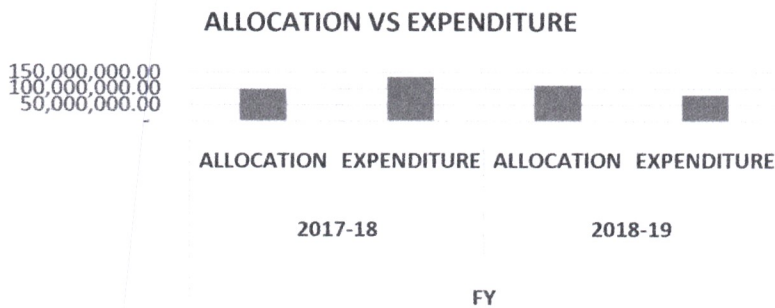
**DISBURSMENT OF PROJECT FUNDS:**

Karachuonyo NG-CDF has in the last financial year 2018-19 disbursed up to KSH. **Ksh. 80,130,220.50** down from **Ksh 137,056,801.00** disbursed in the financial year 2017/18. This shows a slight decrease in the total disbursement of funds by the NG-CDF management due to delay in the preparation of BoQs.

**FUNDS DISBURSEMENT**



**ALLOCATION VS EXPENDITURE:**



In the FY 2017-18, the increase in expenditure was due roll over of funds from the FY 2016-17.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2019**

**KEY ACHIEVEMENTS:**

However, we have made achievements in infrastructural developments across the constituency more especially on the education and security sectors. This therefore, reflects on improved service delivery to the people of Karachuonyo.

**SAMPLE OF IMPLEMENTED PROJECTS:**

1. Kanyadhiang Pry School-Construction of two classrooms



1. St. Alfred Alara Sec School-Construction of a dining hall



**CHALLENGES:**

The challenges we face mostly is delays in preparation of Bills of Quantity by line Ministry thus delaying the process of cheque preparation. We are thus looking forward to ensuring accountability in project management as well as increased disbursement of funds PMCs on time.

Thank you.

*Sign*

**CHAIRMAN NG-CDF COMMITTEE**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**III. 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-Karachuonyo 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, 2019. 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.

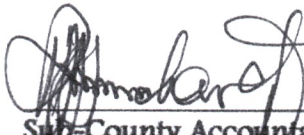
The Accounting Officer in charge of the NGCDF-Karachuonyo Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-Karachuonyo Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

**Approval of the financial statements**

The NGCDF-Karachuonyo Constituency financial statements were approved and signed by the Accounting Officer on \_\_\_\_\_ 2019.

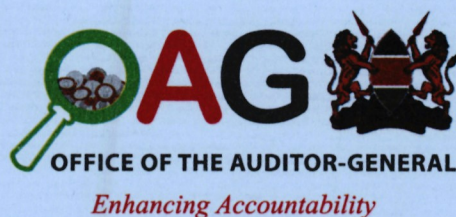


  
Sub-County Accountant  
Name:  
ICPAK Member Number:



# REPUBLIC OF KENYA

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



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

## REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KARACHUONYO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

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### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Karachuonyo Constituency set out on pages 7 to 39, which comprise of the statement of financial assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation: recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the 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 - Karachuonyo Constituency as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

#### Basis for Qualified Opinion

##### 1. Inaccuracy in the Financial Statements

The statement of financial assets and liabilities reflects total financial assets balance of Kshs.34,110,576 and nil liabilities. However, the statement reflects net liabilities at the bottom instead of net financial position balance of Kshs.34,110,576.

The error was not corrected.

In the circumstances, the accuracy, completeness, and validity of the statement of financial assets and liabilities as at 30 June, 2019 could not be confirmed.



## **2. Unsupported Summary Statement of Appropriation**

The summary statement of appropriation: recurrent and development combined reflects adjustments amounting to Kshs.12,699,920 for both receipts and payments. The adjustments are in respect of payments for use of goods and services amounting to Kshs.2,344,748, transfers to other government units amount of Kshs.1,695,939, and other grants and transfers balance of Kshs.8,659,233. However, detailed schedule of the projects and programmes in the approved code list for the prior year which were to be funded during the financial year was not provided.

Further, the statement reflects total approved budget expenditure totalling to Kshs.121,740,796 which differs the corresponding total of Kshs.129,500,752 reflected in the statement of budget execution by programmes and sub-programmes, leading to unreconciled variance amount of Kshs.7,759,956.

In the circumstances, the accuracy, completeness and validity of the balances in the summary statement of appropriation for the year ended 30 June, 2019 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 - Karachuonyo 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 balances on comparable basis of Kshs.121,740,796 and Kshs.114,240,796 respectively resulting to an under-funding of Kshs.7,500,000 or 6% of the budget. Similarly, the statement reflects final expenditure budget and actual balances on comparable basis of Kshs.121,740,796 and Kshs.80,130,220 respectively resulting to an under-expenditure balance of Kshs.41,610,576 or 34% of the budget.

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



## 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. Unapproved Committee Expenses**

The statement of receipts and payments reflects use of goods and services balance of Kshs.8,584,605. The expenditure includes committee expenses amount of Kshs.7,355,000 which was incurred by the Constituency Development Fund Committee (CDFC) and Project Monitoring Committee (PMC) for monitoring and evaluation activities. However, the amount budgeted for committee allowances and expenses totalled to Kshs.5,448,000 resulting to unapproved expenditure amounting to Kshs.1,907,000.

Consequently, the Management is in breach of the law.

#### **2. Unsatisfactory Implementation of Projects**

##### **2.1 Construction of Classrooms at Ochuoga Primary School**

The Management incurred an expenditure under transfer to other government units, amounting to Kshs.2,000,000 for the construction of two (2) classrooms at Ochuoga Primary School. However, physical verification done on 12 March, 2020 revealed the contractor was not on site, the project had stalled and the bill of quantities was not provided.

##### **2.2 Construction of Laboratory at Kanam Secondary School**

Further, the Management incurred an expenditure amounting to Kshs.1,200,000, under transfer to other government units, on construction of a laboratory at Kanam Secondary School. However, physical verification which was done on 12 March, 2020 revealed the project was incomplete, the contractor was not on site and the project was not branded.

##### **2.3 Construction of a Latrine at Karabondi Chief's Camp**

In addition, under other grants and transfers, the Management incurred expenditure amounting to Kshs.250,000 and Kshs.150,000 on construction of a latrine and purchase of office desks and chairs at Karabondi Chief's Camp respectively. However, physical verification done on 12 March, 2020 revealed the project was not branded and the office chairs did not meet the specifications on the quotation.

In the circumstances, the regularity and value for money of the expenditure totalling to Kshs.3,600,000 which was incurred on the above projects for the year ended 30 June, 2019 could not be confirmed.



The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 overall governance were not effective.

### **Basis for Conclusion**

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

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

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



Those charged with Governance are responsible for overseeing the 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

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

The audit objectives are to obtain reasonable assurance about whether the 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.



**Nancy Gathungu**  
**AUDITOR-GENERAL**

**Nairobi**

**14 September, 2021**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2019**


**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2018-2019 Kshs	2017-2018 Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	112,920,186	137,942,207
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>112,920,186</b>	<b>137,942,207</b>
<b>PAYMENTS</b>			
Compensation of employees	4	848,946	777,642
Use of goods and services	5	8,584,605	9,299,745
Transfers to Other Government Units	6	18,439,939	91,176,902
Other grants and transfers	7	52,256,730	42,252,476
Acquisition of Assets	8	-	-
Other Payments	9	-	-
<b>TOTAL PAYMENTS</b>		<b>80,130,220</b>	<b>143,506,765</b>
<b>SURPLUS/DEFICIT</b>		<b>32,789,966</b>	<b>(5,564,558)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Karachuonyo Constituency financial statements were approved on \_\_\_\_\_ 2019 and signed by:



Fund Account Manager  
Name: \_\_\_\_\_

  
Sub-County Accountant  
Name: \_\_\_\_\_  
ICPAK Member Number: \_\_\_\_\_



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2019**

**V. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES**

	Note	2018-2019	2017-2018
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	34,110,576	1,320,610
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>34,110,576</b>	<b>1,320,610</b>
<b>FINANCIAL LIABILITIES</b>			
retention	12A	-	-
Gratuity	12B	-	-
<b>TOTAL FINANCIAL LIABILITIES</b>		<b>-</b>	<b>-</b>
<b>NET FINANCIAL ASSETS REPRESENTED BY</b>		<b>34,110,576</b>	<b>1,320,610</b>
Retention	12		
Fund balance b/fwd 1st July...	13	1,320,610	6,885,168
Surplus/Deficit for the year		32,789,966	(5,564,558)
Prior year adjustments	14	-	-
<b>NET LIABILITIES</b>		<b>34,110,576</b>	<b>1,320,610</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Karachuonyo Constituency financial statements were approved on \_\_\_\_\_ 2019 and signed by:

Fund Accountant Manager  
Name: \_\_\_\_\_



Sub-County Accountant  
Name: \_\_\_\_\_  
ICPAK Member Number: \_\_\_\_\_



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2019**

**VI. STATEMENT OF CASHFLOW**

		<b>2018-2019</b>	<b>2017-2018</b>
<b>Receipts for operating income</b>			
Transfers from CDF Board	1	112,920,186	137,942,207
Other Receipts	3	-	-
		<b>112,920,186</b>	<b>137,942,207</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	848,946	777,642
Use of goods and services	5	8,584,605	9,299,745
Transfers to Other Government Units	6	18,439,939	91,176,902
Other grants and transfers	7	52,256,730	42,252,476
Other Payments	9	-	-
		<b>80,130,220</b>	<b>143,506,765</b>
<b>Adjusted for:</b>			
Adjustments during the year	14		-
<b>Net cash flow from operating activities</b>		<b>32,789,966</b>	<b>(5,564,558)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2		-
Acquisition of Assets	8		-
<b>Net cash flows from Investing Activities</b>			
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>32,789,966</b>	<b>(5,564,558)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	13	<b>1,320,610</b>	<b>6,885,168</b>
<b>Cash and cash equivalent at END of the year</b>		<b>34,110,576</b>	<b>1,320,610</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Karachuonyo Constituency financial statements were approved on \_\_\_\_\_ 2019 and signed by:

Fund Account Manager  
Name: \_\_\_\_\_



  
Sub-County Accountant  
Name: \_\_\_\_\_

ICPAK Member Number: \_\_\_\_\_



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT  
COMBINED**

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Transfers from CDF Board	109,040,876	12,699,920	121,740,796	114,240,796	7,500,000	93.8%
Proceeds from Sale of Assets	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	0.0%
<b>TOTAL RECEIPTS</b>	<b>109,040,876</b>	<b>12,699,920</b>	<b>121,740,796</b>	<b>114,240,796</b>	<b>7,500,000</b>	<b>93.8%</b>
<b>PAYMENTS</b>						
Compensation of Employees	3,560,056	-	3,560,056	848,946	2,711,110	23.8%
Use of goods and services	6,253,623	2,344,748	8,598,371	8,584,605	13,766	99.8%
Transfers to Other Government Units	45,127,197	1,695,939	46,823,136	18,439,939	28,383,197	39.4%
Other grants and transfers	47,100,000	8,659,233	55,759,233	52,256,730	3,502,503	93.7%
Acquisition of Assets	7,000,000	-	7,000,000	-	7,000,000	0.0%
Other Payments	-	-	-	-	-	0.0%
<b>TOTAL</b>	<b>109,040,876</b>	<b>12,699,920</b>	<b>121,740,796</b>	<b>80,130,220</b>	<b>41,610,576</b>	<b>65.8%</b>

**REASONS FOR UNDERUTILIZATION:**

**ACQUISITION OF ASSETS-** Board yet to release project funds

**TRANSFER TO GOVT UNITS & OTHER GRANTS AND TRANSFER:**

Delays in the preparation of BoQs but funds has already been released to PMCs in the first quarter of the FY 2019-20.

The NGCDF-Karachuonyo Constituency financial statements were approved on \_\_\_\_\_ 2019 and signed by:

Fund Account Manager  
Name:



Sub-County Accountant  
Name:

Name:

ICPAK Member Number:



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES**

<b>1.0 Administration</b>					
Employee's Salaries	3,560,055.84	-	3,560,055.84	848,946.00	2,711,109.84
Goods and Services	1,634,396.69	300,000.00	1,934,396.69	1,934,396.69	-
Committee Expenses	1,348,000.00	1,000,000.00	2,348,000.00	2,348,000.00	-
<b>Sub-Total</b>	<b>6,542,452.53</b>	<b>1,300,000.00</b>	<b>7,842,452.53</b>	<b>5,131,342.69</b>	<b>2,711,109.84</b>
<b>2.0 Monitoring, Evaluation</b>					
Goods and Services	1,171,226.27	44,747.95	1,215,974.22	1,202,208.66	13,765.56
Committee Expenses	1,200,000.00	1,000,000.00	2,200,000.00	2,200,000.00	-
Capacity Building	900,000.00	-	900,000.00	900,000.00	-
<b>Sub-Total</b>	<b>3,271,226.27</b>	<b>1,044,747.95</b>	<b>4,315,974.22</b>	<b>4,302,208.66</b>	<b>13,765.56</b>
<b>3.0 Emergency</b>					
Emergency	5,738,993.45	911,006.55	6,650,000.00	6,650,000.00	-
<b>Sub-Total</b>	<b>5,738,993.45</b>	<b>911,006.55</b>	<b>6,650,000.00</b>	<b>6,650,000.00</b>	<b>-</b>
<b>4.0 Bursary activities</b>					
Bursary Secondary Schools	25,000,000.00	-	25,000,000.00	32,132,550.00	7,132,550.00
Bursary Tertiary institutions	6,376,568.25	-	6,376,568.25	9,329,180.00	2,952,611.75
<b>Sub-Total</b>	<b>31,376,568.25</b>	<b>-</b>	<b>31,376,568.25</b>	<b>41,461,730.00</b>	<b>10,085,161.75</b>
<b>5.0 Sport</b>					
Sports activities	1,680,817.51	864,182.49	2,545,000.00	2,545,000.00	-
<b>Sub-Total</b>	<b>1,680,817.51</b>	<b>864,182.49</b>	<b>2,545,000.00</b>	<b>2,545,000.00</b>	<b>-</b>
<b>6.0 Environment</b>					
Tree planting	1,000,000.00	350,000.00	1,350,000.00	1,350,000.00	-
Construction of gabion	680,817.51	-	680,817.51	-	680,817.51
<b>Sub-Total</b>	<b>1,680,817.51</b>	<b>350,000.00</b>	<b>2,030,817.51</b>	<b>1,350,000.00</b>	<b>680,817.51</b>
<b>7.0 Primary Schools</b>					
Mariwa Primary School	300,000.00	-	300,000.00	-	300,000.00
Kogweno primary school	200,000.00	-	200,000.00	-	200,000.00
Ochuoga primary school	800,000.00	-	800,000.00	-	800,000.00
Kogana Primary	-	-	-	-	-



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY  
Reports and Financial Statements  
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School	250,000.00		250,000.00		250,000.00
Obangla primary school	250,000.00		250,000.00	-	250,000.00
Mawego mixed boarding primary school	350,000.00		350,000.00	-	350,000.00
Burlum Primary School	500,000.00		500,000.00	-	500,000.00
Kobuya primary school	400,000.00		400,000.00	-	400,000.00
Kogweno primary school	400,000.00		400,000.00	-	400,000.00
Gungu primary school	250,000.00		250,000.00	-	250,000.00
Soko kagwa primary school	250,000.00		250,000.00	-	250,000.00
Karabondi primary school	450,000.00		450,000.00	-	450,000.00
Kanyangwena primary school	400,000.00		400,000.00	-	400,000.00
Nyanja rateng primary school	600,000.00		600,000.00	-	600,000.00
Kanam primary school	950,000.00		950,000.00	-	950,000.00
Alara primary school	300,000.00		300,000.00	-	300,000.00
Kambusi primary school	550,000.00		550,000.00	-	550,000.00
Kawiti primary school	950,000.00		950,000.00	-	950,000.00
Nduga primary school	250,000.00		250,000.00	-	250,000.00
Loo rateng' primary school	500,000.00		500,000.00	-	500,000.00
Sangla primary school	950,000.00		950,000.00	-	950,000.00
Orire primary school	1,200,000.00		1,200,000.00	-	1,200,000.00
Kasibos primary school	400,000.00		400,000.00	-	400,000.00
Migunde primary school	300,000.00		300,000.00	-	300,000.00
Sanda primary school	950,000.00		950,000.00	-	950,000.00
King'ii primary school	400,000.00		400,000.00	-	400,000.00
Ajigo primary school	800,000.00		800,000.00	-	800,000.00
Lower Kamuga primary school	500,000.00		500,000.00	-	500,000.00
Ngolo primary school	500,000.00		500,000.00	-	500,000.00
Mirengo primary				-	



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY  
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school	350,000.00		350,000.00		350,000.00
Ndwara primary school	1,900,000.00		1,900,000.00	-	1,900,000.00
Kanyadhiang primary school	1,900,000.00		1,900,000.00	-	1,900,000.00
Misita Primary School	950,000.00		950,000.00	-	950,000.00
Nyaburi primari school	250,000.00		250,000.00	-	250,000.00
Maguti primary school	950,000.00		950,000.00	-	950,000.00
Maguti primary school	250,000.00		250,000.00	-	250,000.00
Ayub Okoko primary school	200,000.00		200,000.00	-	200,000.00
Kotieno gumba primary school	500,000.00		500,000.00	-	500,000.00
Oeno nam primary school	250,000.00		250,000.00	-	250,000.00
Ndonyo primary school	750,000.00		750,000.00	-	750,000.00
Raruowa primary school	400,000.00		400,000.00	-	400,000.00
Osakwe primary school	250,000.00		250,000.00	-	250,000.00
Samanga primary school	350,000.00		350,000.00	-	350,000.00
Nyaola primary school	250,000.00		250,000.00	-	250,000.00
Denga primary school	500,000.00		500,000.00	-	500,000.00
Lieta primary school	250,000.00		250,000.00	-	250,000.00
Osika primary school	800,000.00		800,000.00	-	800,000.00
Kogembo primary school	250,000.00		250,000.00	-	250,000.00
Bongia primary school	250,000.00		250,000.00	-	250,000.00
Mango primary school	300,000.00		300,000.00	-	300,000.00
Achuth primary school	250,000.00		250,000.00	-	250,000.00
Kital primary school	250,000.00		250,000.00	-	250,000.00
WARAO PRY SCH		300,000.00	300,000.00	300,000.00	-
OMBOGA PRY SCH		75,000.00	75,000.00	75,000.00	-
ONYANDO PRY SCH		75,000.00	75,000.00	75,000.00	-
ONYANDO PRY SCH		250,000.00	250,000.00	250,000.00	-



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

JONYO PRY		600,000.00	600,000.00	600,000.00	-
ORIWO PRY		250,000.00	250,000.00	250,000.00	-
NYAKECH PRY		300,000.00	300,000.00	300,000.00	-
ONGALO PRY		300,000.00	300,000.00	300,000.00	-
MIGINGO PRY		500,000.00	500,000.00	500,000.00	-
KOBOO PRY		500,000.00	500,000.00	500,000.00	-
KOWUOR PRY		579,000.00	579,000.00	579,000.00	-
ORIAN MANYUANDA PRY		300,000.00	300,000.00	300,000.00	-
SIBURI SEC		500,000.00	500,000.00	500,000.00	-
KAMOLO PRY		950,000.00	950,000.00	950,000.00	-
KANDIEGE PRY		850,000.00	850,000.00	850,000.00	-
MASOGO PRY		900,000.00	900,000.00	900,000.00	-
GENDIA PRY		950,000.00	950,000.00	950,000.00	-
GENDIA PRY		950,000.00	950,000.00	950,000.00	-
KANDIEGE PRY		850,000.00	850,000.00	850,000.00	-
KANAM M SEC		800,000.00	800,000.00	800,000.00	-
KOGEMBO PRY		200,000.00	200,000.00	200,000.00	-
BONGIA PRY		200,000.00	200,000.00	200,000.00	-
MANGO PRY		200,000.00	200,000.00	200,000.00	-
ACHUTH PRY		200,000.00	200,000.00	200,000.00	-
KITAL PRY		200,000.00	200,000.00	200,000.00	-
KARABONDI PRY		200,000.00	200,000.00	200,000.00	-
NYAOLO PRY		200,000.00	200,000.00	200,000.00	-
AYUB OKOK PRY		200,000.00	200,000.00	200,000.00	-
<b>Sub-Total</b>	<b>27,250,000.00</b>	<b>12,379,000.00</b>	<b>12,379,000.00</b>	<b>12,379,000.00</b>	<b>27,250,000.00</b>
<b>8.0 Secondary schools</b>			-		-
St. John seka secondary school	500,000.00		500,000.00		500,000.00
Kajiei secondary school	1,000,000.00		1,000,000.00		1,000,000.00
Karabondi girls					



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2019**

secondary	1,000,000.00		1,000,000.00		1,000,000.00
Kamser mixed secondary school	950,000.00		950,000.00	-	950,000.00
Mawego girls secondary school	500,000.00		500,000.00	-	500,000.00
Masogo secondary school	750,000.00		750,000.00	-	750,000.00
Oyombe sec. school	250,000.00		250,000.00	-	250,000.00
Ong'ang' secundry school	1,000,000.00		1,000,000.00	-	1,000,000.00
Ong'ang' secundry school	450,000.00		450,000.00	-	450,000.00
St.Marys nyakango secondary school	1,000,000.00		1,000,000.00	-	1,000,000.00
Omboga mixed secondary school	1,000,000.00		1,000,000.00	-	1,000,000.00
Kobila secondary school	950,000.00		950,000.00	-	950,000.00
Koredo secondary school	250,000.00		250,000.00	-	250,000.00
Dr.Adhu Secondary School	150,000.00		150,000.00	-	150,000.00
Kendu muslim secondary school	250,000.00		250,000.00	-	250,000.00
Gendia secondary school	700,000.00		700,000.00	-	700,000.00
Bware secondary school	400,000.00		400,000.00	-	400,000.00
Alaru secondary school	1,000,000.00		1,000,000.00	-	1,000,000.00
Raruowa girls secondary school	200,000.00		200,000.00	-	200,000.00
Samanga secondary school	1,000,000.00		1,000,000.00	-	1,000,000.00
Kodhoch secondary school	500,000.00		500,000.00	-	500,000.00
Omindi secondary school	700,000.00		700,000.00	-	700,000.00
Siburi Secondary School	1,000,000.00		1,000,000.00	-	1,000,000.00
Ngeta secondary school	1,000,000.00		1,000,000.00	-	1,000,000.00
Nyakech secondary school	700,000.00		700,000.00	-	700,000.00
Simbi mixed secondary school	1,000,000.00		1,000,000.00	-	1,000,000.00
KANDIEGE SEC SCH		800,000.00	800,000.00	800,000.00	-
SIBURI SEC		500,000.00	500,000.00	500,000.00	-
KANAM MIXED SEC		800,000.00	800,000.00	800,000.00	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KARACHUONYO CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

ACHWADO GEN ENTREPRISES		900,000.00	900,000.00	900,000.00	-
ACHWADO GEN ENTREPRISES		950,000.00	950,000.00	950,000.00	-
KARABONDI GIRLS		900,000.00	900,000.00	900,000.00	-
KARABONDI GIRLS		345,939.00	345,939.00	345,939.00	-
WAGWE M SEC		150,000.00	150,000.00	150,000.00	-
ST. DOUGLAS WETA		400,000.00	400,000.00	400,000.00	-
ADIEDO MIX SEC		315,000.00	315,000.00	315,000.00	-
<b>Sub-Total</b>	<b>18,200,000.00</b>	<b>6,060,939.00</b>	<b>6,060,939.00</b>	<b>6,060,939.00</b>	<b>18,200,000.00</b>
<b>9.0 Tertiary institutions projects</b>			-		-
<b>Sub-Total</b>			-		-
<b>10.0 Security</b>			-		-
Wang'chieng loacation chief office	500,000.00		500,000.00		500,000.00
Kakdhimu east chiefs office	300,000.00		300,000.00		300,000.00
West kanyaluo chiefs office	400,000.00		400,000.00		400,000.00
Chief office North East Karachuonyo location	950,000.00		950,000.00		950,000.00
DCC'S office	250,000.00		250,000.00	-	250,000.00
Nyakongo chiefs office	700,000.00		700,000.00	-	700,000.00
Kogweno oriang' chiefs office	250,000.00		250,000.00	-	250,000.00
Karabondi Chief's office	-	150,000.00	150,000.00	150,000.00	-
Rachuonyo North DCC's Office		100,000.00	100,000.00	100,000.00	-
<b>Sub-Total</b>	<b>3,350,000.00</b>	<b>250,000.00</b>	<b>3,600,000.00</b>	<b>250,000.00</b>	<b>3,350,000.00</b>
<b>11.0 Acquisition of Assets</b>			-		-
Purchase of NG-CDF vehicle	7,000,000.00		7,000,000.00	-	7,000,000.00
<b>Sub-Total</b>	<b>7,000,000.00</b>	-	<b>7,000,000.00</b>	-	<b>7,000,000.00</b>
<b>12.0 Agriculture</b>			-		-
Kojuang Beach Management	500,000.00	-	500,000.00	-	500,000.00
	<b>500,000.00</b>	-	<b>500,000.00</b>	-	<b>500,000.00</b>
<b>TOTAL</b>	<b>106,590,875.52</b>	<b>22,909,875.99</b>	<b>129,500,751.51</b>	<b>80,130,220.35</b>	<b>49,620,531.16</b>



## **IX. 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-Karachuonyo Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

### **3. Reporting Currency**

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

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

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

**a) Recognition of Receipts**

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

**Tax Receipts**

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to 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.

**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 30<sup>th</sup> June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

**Other receipts**

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

**b) Recognition of payments**

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

**Compensation of Employees**



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

**Use of Goods and Services**

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

**Acquisition of Fixed Assets**

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

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

**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

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

**6. Cash and Cash Equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of



the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

**9. Pending Bills**

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

**10. Unutilized Fund**

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

**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 2018 for the period 1<sup>st</sup> July 2018 to 30<sup>th</sup> June 2019 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 30<sup>th</sup> June 2019.

**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.



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

**15. Related Party Transactions**

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

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**X. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Normal Allocation			
	AIE NO. B005041	11,379,310.35	
	AIE NO. B030251	10,000,000.00	
	AIE NO. B047006	12,000,000.00	
	AIE NO. B006368	8,000,000.00	
	AIE NO. B042759	12,000,000.00	
	AIE NO.	12,000,000.00	
	AIE NO. B047551	47,540,875.50	
	AIE NO. A855845		5,500,000
	AIE NO. A892579		31,948,275
	AIE NO. A892662		12,860,000
	AIE NO. A892649		1,350,000
	AIE NO. A892647		4,973,587
	AIE NO. A896751		37,905,172
	AIE NO. A896881		43,405,173
<b>TOTAL</b>		<b>112,920,186</b>	<b>137,942,207</b>

**2. PROCEEDS FROM SALE OF ASSETS**

		2018-2019	2017-2018
		Kshs	Kshs
<b>Total</b>		-	-



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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

	2018-2019 Kshs	2017-2018 Kshs
Interest Received	XX X	XX X
Rents	XX X	XX X
<b>Total</b>	<b>XXX</b>	<b>XXX</b>

**4. COMPENSATION OF EMPLOYEES**

Description	2018-2019 Kshs	2017-2018 Kshs
Basic wages of contractual employees	753,046	766,122
Basic wages of casual labour	~	-
<b>Personal allowances paid as part of salary</b>		
House allowance	~	-
Transport allowance	~	-
Leave allowance	~	-
Other personnel payments	~	-
Employer contribution to NSSF	95,900	11,520
Gratuity-contractual employees	~	-
<b>TOTAL</b>	<b>848,946</b>	<b>777,642</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

<b>Description</b>	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services		10,960
Electricity	5,000	17,862
Water & sewerage charges	-	5,515
Office rent	-	-
Communication, supplies and services	-	-
Domestic travel and subsistence	-	--
Printing, advertising and information supplies & services	84,000	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	-	-
Other committee expenses	3,508,000	3,356,000
Committee allowance	3,847,000	3,989,500
Outstanding imprest at the beginning of the year	-	-
Specialised materials and services	-	-
Office and general supplies and services	-	-
Fuel , oil & lubricants	550,000	685,000
Other operating expenses		-
Bank service commission and charges	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	590,605	934,908
Routine maintenance- other assets	-	-
specify(Strategic Plan)		300,000
<b>TOTAL</b>	<b>8,584,605</b>	<b>9,299,745</b>



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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2018-2019	2017-2018
	Kshs	Kshs
Transfers to Primary schools	12,379,000	29,575,000
Transfers to Secondary schools	6,060,939	61,601,902
Transfers to Tertiary institutions	-	-
Transfers to Health institutions	-	-
<b>TOTAL</b>	<b>18,439,939</b>	<b>91,176,902</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

Description	2018-2019	2017-2018
	Kshs	Kshs
Bursary -Secondary	32,132,550	17,932,946
Bursary -Tertiary	9,329,180	11,511,464
Bursary-Special schools	-	-
Mocks & CAT	-	-
Water		
Food security		
Electricity		
Security	250,000	4,541,035
Roads and Bridges	-	3,000,000
Sports	2,545,000	-
Environment	1,350,000	1,037,031
Cultural Projects	-	
Agriculture	-	330,000
<b>Emergency Projects</b>	<b>6,650,000</b>	<b>3,900,000</b>
<b>TOTAL</b>	<b>52,256,730</b>	<b>42,252,476</b>

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**8. ACQUISITION OF ASSETS**

<b>Non Financial Assets</b>	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of Buildings	~	~
Construction of Buildings	~	~
Refurbishment of Buildings	~	~
Purchase of Vehicles	~ ~	~
Purchase of Bicycles & Motorcycles	~	~
Overhaul of Vehicles	~	~
Purchase of office furniture and fittings	~	~
Purchase of computers ,printers and other IT equipments	~	~
Purchase of photocopier	~	~
Purchase of other office equipments	~	~
Purchase of soft ware	~	~
Acquisition of Land	~	~
<b>TOTAL</b>	<b>~</b>	<b>~</b>

**9. OTHER PAYMENTS**

strategic plan	~	~
specify	~	~
<b>TOTAL</b>	<b>~</b>	<b>~</b>



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**10A: Bank Accounts (cash book bank balance)**

<b>Name of Bank, Account No. &amp; currency</b>	<b>Account Number</b>	<b>2018-2019</b>	<b>2017-2018</b>
		<b>Kshs (30/6/2019)</b>	<b>Kshs (30/6/2018)</b>
<i>EQUITY BANK, HOMABAY Branch. Karachuonyo NG-CDF</i>	<i>A/C no. 1184059780</i>	34,110,575.50	1,320,610
		<b>34,110,575.50</b>	<b>1,320,610.00</b>
<b>10B: CASH IN HAND)</b>			
		<b>2018-2019</b>	<b>2017-2018</b>
		<b>Kshs (30/6/2017)</b>	<b>Kshs (30/6/2016)</b>
Location 1		-	-
<b>TOTAL</b>		-	-

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**11: OUTSTANDING IMPRESTS**

<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2015)</i>
	<b>Date imprest taken</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
			~	~

**12A. RETENTION**

	<b>2018 - 2019 Kshs</b>	<b>2017-2018 Kshs</b>
Supplier 1	XX	XX
<b>Total</b>	<u>XX</u>	<u>XX</u>

**12B. STAFF GRATUITY OUTSTANDING**

	<b>2018 - 2019 Kshs</b>	<b>2017-2018 Kshs</b>
Name 1	XX	XX
Add as appropriate		
<b>Total</b>	<u>XX</u>	<u>XX</u>

**13. BALANCES BROUGHT FORWARD**

	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs (1/7/2018)</b>	<b>Kshs (1/7/2017)</b>
Bank accounts	1,320,610	6,885,168
Cash in hand	-	-
Imprest		-
<b>TOTAL</b>	<b>1,320,610</b>	<b>6,885,168</b>

**14. PRIOR YEAR ADJUSTMENTS**

	<b>2018-2019 Kshs</b>	<b>2017-2018 Kshs</b>
Bank accounts	XX	XX
Cash in hand	XX	XX
Imprest	XX	XX
<b>Total</b>	<u>XX</u>	<u>XX</u>



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**15. OTHER IMPORTANT DISCLOSURES**

**15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

	2018-2019	2017-2018
	Kshs	Kshs
Construction of buildings	XX	XX
Construction of civil works	XX	XX
Supply of goods	XX	XX
Supply of services	XX	XX
	<b>XX</b>	<b>XX</b>

**15.2: PENDING STAFF PAYABLES (See Annex 2)**

	Kshs	Kshs
Senior management	XX	XXX
Middle management	XX	XXX
Unionisable employees	XX	XXX
Others ( <i>specify</i> )	XX	XXX
	<b>XX</b>	<b>XXX</b>

**15.3: UNUTILIZED FUND (See Annex 3)**

Compensation of Employees	2,711,110	1,095,562
Use of goods and services	13,766	~
Transfers to Other Government Units	28,383,197	2,750,000
Other grants and transfers	3,502,503	3,348,608
Other Payments		6,745,750
Acquisition of Assets	7,000,000	~
<b>TOTAL</b>	<b>41,610,576</b>	<b>13,939,920</b>

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

	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
PMC account Balances (see attached list)	477,838.00	3,602,433
	<b>477,838.00</b>	<b>3,602,433</b>



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**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To- Date c	Outstanding Balance 2019 d=a-c	Comments
<b>Construction of buildings</b>					
1.					
2.					
3.					
<b>Sub-Total</b>					
<b>Construction of civil works</b>					
4.					
5.					
6.					
<b>Sub-Total</b>					
<b>Supply of goods</b>					
7.					
8.					
9.					
<b>Sub-Total</b>					
<b>Supply of services</b>					
10.					
11.					
12.					
<b>Sub-Total</b>					
<b>Grand Total</b>					

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**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Job Group	Original Amount a	Date Payable Contracted b	Amount Paid To-Date c	Outstanding Balance 2019 d=a-c	Comments
<b>Senior Management</b>						
1.						
2.						
3.						
	<b>Sub-Total</b>					
<b>Middle Management</b>						
4.						
5.						
6.						
	<b>Sub-Total</b>					
<b>Unionisable Employees</b>						
7.						
8.						
9.						
	<b>Sub-Total</b>					
<b>Others (specify)</b>						
10.						
11.						
12.						
	<b>Sub-Total</b>					
	<b>Grand Total</b>					



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**ANNEX 3 – UNUTILIZED FUNDS**

<b>Programme/Sub-programme</b>	<b>Description</b>	<b>Outstanding Balance</b>	<b>Outstanding Balance</b>	<b>Comments</b>
		<b>2018-19</b>	<b>2017-18</b>	
		<b>Kshs</b>	<b>Kshs</b>	
<b>1.0 Administration</b>				
Employee's Salaries	Payment of NG-CDF staff salary and gratuity	2,711,109.84	-	Outstanding staff gratuity
<b>Sub-Total</b>		<b>2,711,109.84</b>	-	
<b>2.0 Monitoring, Evaluation</b>				
Goods and Services	Purchase of fuel, repairs and maintainace	13,765.56	-	ongoing
<b>Sub-Total</b>		<b>13,765.56</b>	-	
Construction of gabion	Construction of gabion at Kanyadhiang Simbi tourist site	389,761.12	-	ongoing
<b>Sub-Total</b>		<b>389,761.12</b>	-	
<b>7.0 Primary Schools</b>				
Kogweno primary school	Completion of a classroom	200,000.00	-	To be implemented in the current FY 2019-20
Kogana Primary School	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Obangla primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Gungu primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Soko kagwa primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Karabondi primary school	Completion of a classroom	450,000.00	-	To be implemented in the current FY 2019-20
Kanyangwena primary school	Completion of a classroom	400,000.00	-	To be implemented in the current FY 2019-20
Alara primary school	Completion of a classroom	300,000.00	-	To be implemented in the current FY 2019-20
Kisindi Primary school	Completion of a footbridge	1,650,000.00	-	To be implemented in the current FY 2019-20
Nduga primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20



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Orire primary school	Partial construction of admin block	1,200,000.00	-	To be implemented in the current FY 2019-20
Migunde primary school	Completion of a classroom	300,000.00	-	To be implemented in the current FY 2019-20
Lower Kamuga primary school	Completion of 3 classrooms	500,000.00	-	To be implemented in the current FY 2019-20
Mirengo primary school	Renovation of 1 classroom	350,000.00	-	To be implemented in the current FY 2019-20
Ndwara primary school	Construction of 2 classrooms	1,900,000.00	-	To be implemented in the current FY 2019-20
Kanyadhiang primary school	Construction of 2 classrooms	1,900,000.00	-	To be implemented in the current FY 2019-20
Nyaburi primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Maguti primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Ayub Okoko primary school	Completion of a classroom	200,000.00	-	To be implemented in the current FY 2019-20
Oneno nam primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Osakwe primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Nyaola primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Lieta primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Kogembo primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Bongia primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Mango primary school	Completion of a classroom	300,000.00	-	To be implemented in the current FY 2019-20
Achuth primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Kital primary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
<b>Sub-Total</b>		<b>13,400,000.00</b>	-	
<b>8.0 Secondary schools</b>			-	To be implemented in the current FY 2019-20
St,John seka secondary school	Completion of admin block	500,000.00	-	To be implemented in the current FY 2019-20
Kajiei secondary school	Completion of Sci lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Karabondi girls secondary	Completion of Sci lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Oyombe sec.	Completion of a		-	To be implemented in



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school	classroom	250,000.00		the current FY 2019-20
Ong'ang' secondary school	Completion of Sci lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Ong'ang' secondary school	Completion of a classroom	450,000.00	-	To be implemented in the current FY 2019-20
St.Marys nyakango secondary school	Completion of Science lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Omboga mixed secondary school	Completion of dorm	1,000,000.00	-	To be implemented in the current FY 2019-20
Koreda secondary school	Completion of a classroom	250,000.00	-	To be implemented in the current FY 2019-20
Dr.Adhu Secondary School	Completion of a classroom	150,000.00	-	To be implemented in the current FY 2019-20
Kendu muslim secondary school	Fencing of school compound	250,000.00	-	To be implemented in the current FY 2019-20
Bware secondary school	Completion of a classroom	400,000.00	-	To be implemented in the current FY 2019-20
Alaru secondary school	Completion of Science lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Raruowa girls secondary school	Completion of a classroom	200,000.00	-	To be implemented in the current FY 2019-20
Samanga secondary school	Completion of Science lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Siburi Secondary School	Completion of Science lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Ngeta secondary school	Completion of a classroom	300,000.00	-	To be implemented in the current FY 2019-20
Nyakech secondary school	Completion of dorm	700,000.00	-	To be implemented in the current FY 2019-20
Simbi mixed secondary school	Completion of Science lab	1,000,000.00	-	To be implemented in the current FY 2019-20
Karabondi girls secondary	Completion of Science lab	1,245,939.00	-	To be implemented in the current FY 2019-20
<b>Sub-Total</b>		<b>13,695,939.00</b>	-	
<b>9.0 Tertiary institutions projects</b>			-	To be implemented in the current FY 2019-20
<b>Sub-Total</b>			-	To be implemented in the current FY 2019-20
<b>10.0 Security</b>			-	
Wang'chieng loacation chief office	Renovation of chief's office	500,000.00	-	To be implemented in the current FY 2019-20
Kakdhimu east chiefs office	Completion of chief's office	300,000.00	-	To be implemented in the current FY 2019-20

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West kanyaluo chiefs office	Fencing of chief's office	400,000.00	-	To be implemented in the current FY 2019-20
Wagwe south	Construction of chief's office	800,000.00	-	To be implemented in the current FY 2019-20
Chief office North East Karachuonyo location	Construction of chief's office	950,000.00	-	To be implemented in the current FY 2019-20
Nyakongo chiefs office	Completion of chief's office	700,000.00	-	To be implemented in the current FY 2019-20
Kogweno oriang' chiefs office	Completion of chief's office	250,000.00	-	To be implemented in the current FY 2019-20
<b>Sub-Total</b>		<b>3,900,000.00</b>	-	
<b>11.0 Acquisition of Assets</b>			-	To be implemented in the current FY 2019-20
Purchase of NG-CDF vehicle	Purchase of NG-CDF office vehicle	7,000,000.00	-	To be implemented in the current FY 2019-20
<b>Sub-Total</b>		<b>7,000,000.00</b>	-	
<b>12.0 Agriculture</b>			-	To be implemented in the current FY 2019-20
Kojuang Beach Management	construction of fish storage beach banda to completion	500,000.00	-	To be implemented in the current FY 2019-20
		<b>500,000.00</b>	-	
<b>TOTAL</b>		<b>41,610,575.52</b>	-	



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**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

<b>Asset class</b>	<b>Historical Cost (Kshs) 2018-19</b>	<b>Historical Cost (Kshs) 2017-18</b>
Land	-	-
Buildings and structures	-	-
Transport equipment	12,089,364.48	12,089,364
Office equipment, furniture and fittings	442,000.00	442,000
ICT Equipment, Software and Other ICT Assets	678,495.00	678,495
Other Machinery and Equipment	-	-
Heritage and cultural assets	-	-
Intangible assets	-	-
<b>Total</b>	<b>13,209,859.48</b>	<b>13,209,859</b>

**ANNEX 4 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2019**

<b>P.M.C.</b>	<b>BANK</b>	<b>ACC NO</b>	<b>BALANCE 2018-19</b>	<b>BALANCE 2017-18</b>
Warao Pry Sch	Equity Bank,Homabay	980269057125	49,709.00	NIL
Omboga Pry Sch	Equity Bank,Homabay	980276618940	102,860.00	NIL
Onyando Pry Sch	Equity Bank,Homabay	980276252304	45,791.00	NIL
Onyando Pry Sch	Equity Bank,Homabay	980276206562	48,810.00	NIL
Jonyo Pry	Equity Bank,Homabay	980274453429	390.00	NIL
Oriwo Pry	Equity Bank,Homabay	980275744139	135,150.00	NIL
Nyakech Pry	Equity Bank,Homabay	980277524320	10,000.00	NIL
Lwala Primary School	Equity Bank,Homabay	980271818600	58,055.00	NIL
Onyando Primary School	Equity Bank,Homabay	980270520414	27,073.00	NIL
			<b>477,838.00</b>	

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**PMC ACCOUNT BALANCES FOR THE FY 2017-18 PROJECTS AS AT 30<sup>TH</sup> JUNE 2019**

S/N	PROJECT NAME	BANK	PROJECT ACCOUNT NO	ACCOUNT BALANCE AS AT 30TH JUN 2019 (KSH)
1	SAMANGA PRY SCH	EQUITY BANK- HOMABAY BRABCH	980269106327	180.00
2	ANGONGA Primary	EQUITY BANK- HOMABAY BRABCH	980269219382	49.65
3	NYATIR PRY SCH	EQUITY BANK- HOMABAY BRABCH	980269156226	18.70
4	KASIBOS PRY SCH	EQUITY BANK- HOMABAY BRABCH	980269268037	345.00
5	RAONGO PRY SCH	EQUITY BANK- HOMABAY BRABCH	980269057125	4.90
6	SIALA PRY SCH	EQUITY BANK- HOMABAY BRABCH	980270694940	859.00
7	KENDU MUSLIM PRY SCH	EQUITY BANK- HOMABAY BRABCH	980270564882	206.50
8	OMBOGA PRY SCH	EQUITY BANK- HOMABAY BRABCH	980270551590	5.20
9	PIER GOT PRY SCH	EQUITY BANK- HOMABAY BRABCH	980270480895	60.00
10	KOTONJE PRY SCH	EQUITY BANK- HOMABAY BRABCH	980270560297	195.00
				<b>1,923.95</b>



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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)
KSM/KARA CDF/2017/2018/(3)	Summary Statement of Appropriation- Unreconciled diifference of Ksh 13,054,514 in the adjustment coulumn	Unreconciled amount has been reconciled	Duncan Muga- FAM	Resolved	Resolved (30 <sup>th</sup> June 2019)
KSM/KARA CDF/2017/2018/(3)	Unaccounted for Expenditure – Security Expenditure	Expenditure has been fully accounted for. PMC changed the project activity.	Duncan Muga- FAM	Resolved	Resolved (30 <sup>th</sup> June 2019)
KSM/KARA CDF/2017/2018/(3)	Unsupported Expenditure – Transfer to Schools	PMCs have availed all the expenditure returns and other support documents	Duncan Muga- FAM	Resolved	Resolved (30 <sup>th</sup> June 2019)