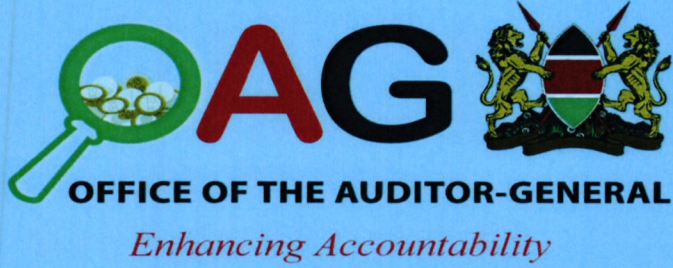


REPUBLIC OF KENYA



## REPORT

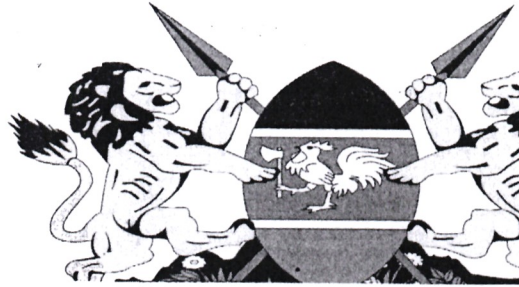


**THE AUDITOR-GENERAL**

OF	
THE NATIONAL ASSEMBLY	
PAPERS LAID	
DATE: 02 DEC 2021	DAY: Thursday PM
TABLED BY:	LOMP.
CLERK ON THE: ON	B. Inogwa.

### NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – BARINGO CENTRAL CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE, 2019



**NG-CDF**

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –BARINGO  
CENTRAL 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)

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

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL 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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

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

**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.

**(b) Key Management**

The NGCDF BARINGO CENTRAL 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:

No	Designation	Name
1.	A.I.E holder	MICHAEL KONES
2.	Sub-County Accountant	ANTHONY MACHARIA
3.	Chairman NGCDFC	JENNIFFER YEGON
4.	Member NGCDFC	JACKSON CHEBURET

**(d) Fiduciary Oversight Arrangements**

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

P.O. Box 546  
NG CDF Building/House/Plaza  
County Commissioners Headquarters.  
KABARNET, KENYA

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

**BARINGO CENTRAL CONSTITUENCY**

**Reports and Financial Statements**

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

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**(f) NGCDF BARINGO CENTRAL Constituency Contacts**

Telephone: (254) 720130252  
E-mail: [baringocentral@ngcdf.go.ke](mailto:baringocentral@ngcdf.go.ke)  
Website: [www.go.ke](http://www.go.ke)

**(g) NGCDF BARINGO CENTRAL Constituency Bankers**

1. Kenya Commercial Bank  
Kabarnet Branch

**(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

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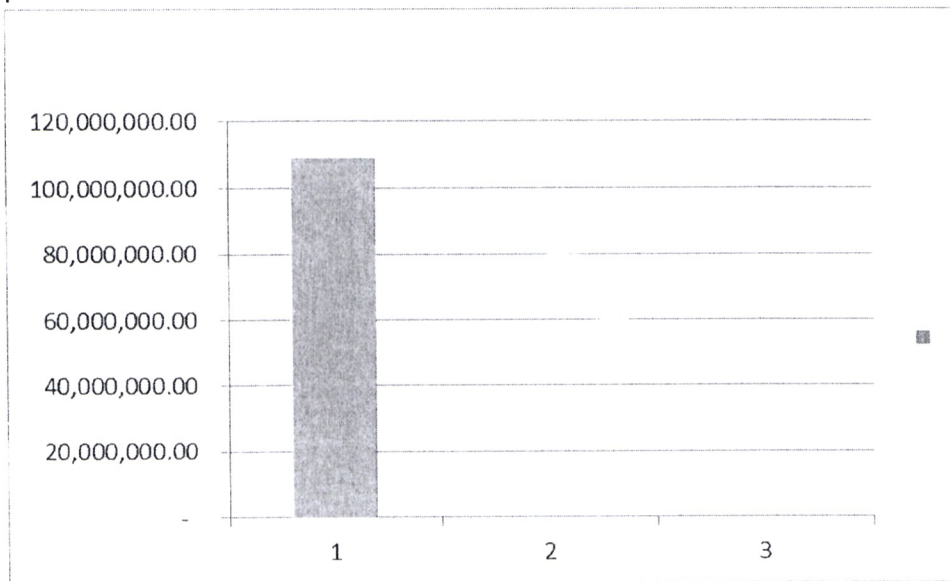
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

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

**Annual Constituency Allocation**

I am pleased to present the unaudited financial statements for Baringo Central Constituency for the financial year ended 30th June 2019. During the year, the Constituency was allocated Kshs 109,040,875.52 and adjustment of Kshs.105,068,043 totalling to Kshs.214,108,919

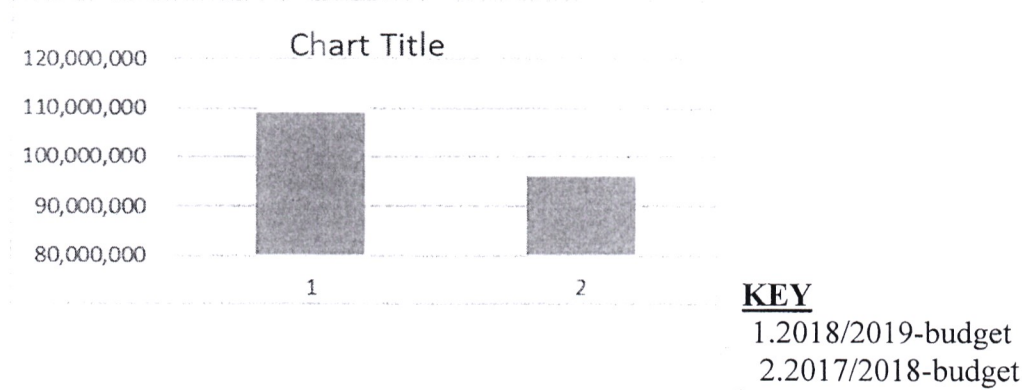


On receipt of the above allocations, Baringo Central National Government Constituencies Development Fund Committee (NGCDFC) pursuant to the provisions of the National Government CDF Act 2015, as amended in 2016, met and allocated funds to various projects with reference to the priorities of the public participation meetings held across the Constituency. It is noteworthy that during the year, we received Kshs.111,937,786 whereby 57,937,786 was allocation for 2017/2018 and Kshs. 54,000,000 as 2018/2019 allocation.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL CONSTITUENCY**

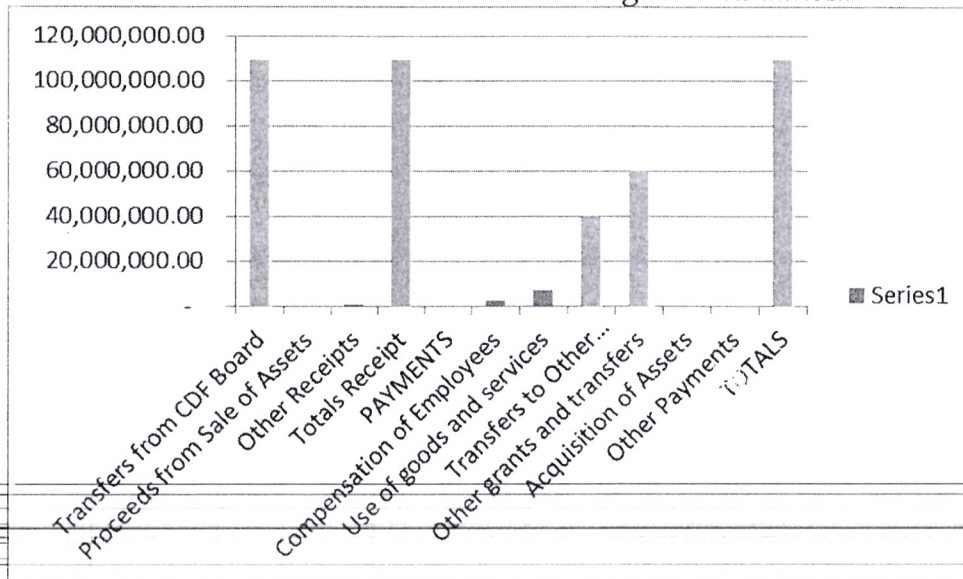
**Reports and Financial Statements  
For the year ended June 30, 2019**

**Comparison budget of financial year 2017/2018 and 2018/2019.**



**Sector Prioritization**

During the year, a total of Kshs 93,188,435.00 was allocated as transfers to other Government Units which consist of transfers to primary schools and secondary schools , The Committee also allocated Kshs 72,172,657.00 to other grants and transfers which consists of Bursary, Mocks and CATs, sports, environment, security and emergency. Other allocations are the statutory allocation which consist of administration and monitoring and evaluation.



**Achievements and Major Undertakings**

During the year, the Committee disbursed a total of Kshs 39,959,000 as bursary to needy students in secondary, tertiary institutions and universities and this benefitted a total of 3,153 students in addition to 200 students in driving school. Major physical facilities funded are infrastructure such as classrooms, administration blocks, laboratories, dormitories, toilets, lockers and chairs, desks,



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL CONSTITUENCY**

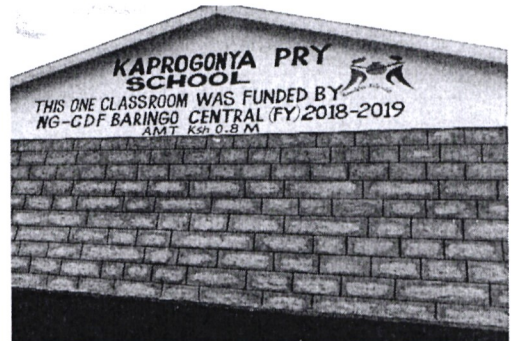
**Reports and Financial Statements**

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

beds. The continued funding towards the education sector in the Constituency has contributed to increased enrolment in primary and secondary institutions whilst increasing retention and transition rates while equally reducing the burden of education for low income families. Other major projects undertaken during the year include construction of classrooms and Chiefs offices as shown below;



**KAPROPITA PRIMARY SCHOOL- 1 CLASSROOM**



**KAPROGONYA PRIMARY SCHOOL- 1 CLASSROOM**

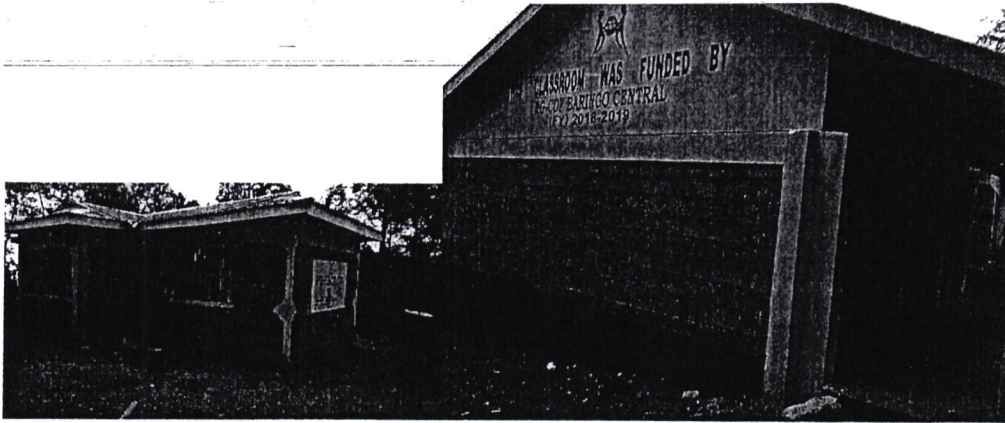


**KABARBARMA TARTAR PRIMARY SCHOOL- 2 CLASSROOM TARTAR KABARBARMA PRIMARY 2 CLASSROOMS**



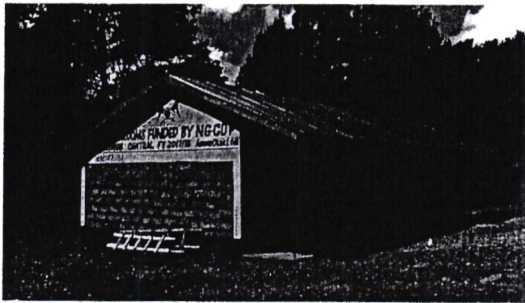
**SIRONOI ASS. CHIEF'S OFFICE**

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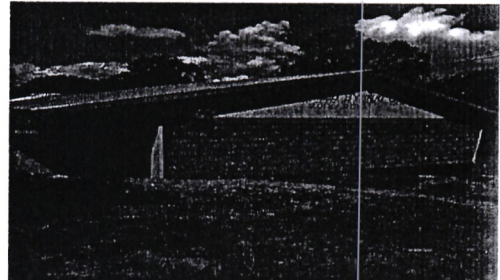


**EITUI CHIEF'S OFFICE**

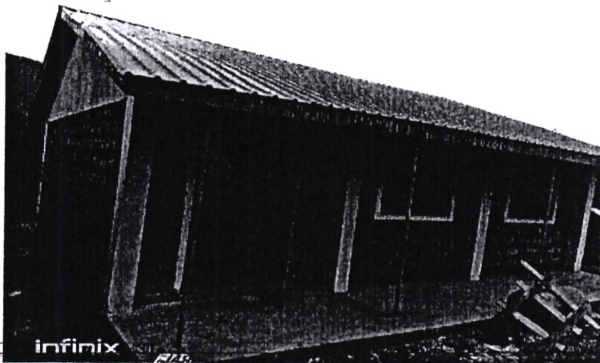
**BONDENI PRIMARY SCHOOL- 1 CLASSROOM**



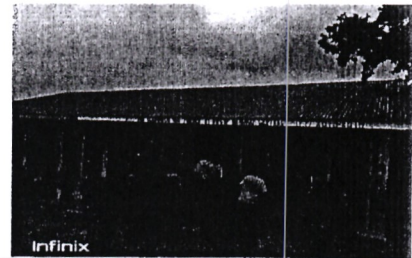
**KAPCHEMON PRIMARY SCHOOL- 2 CLASSROOMS**



**KAPTOROKWO MIXED DAY- 1 CLASSROOM**

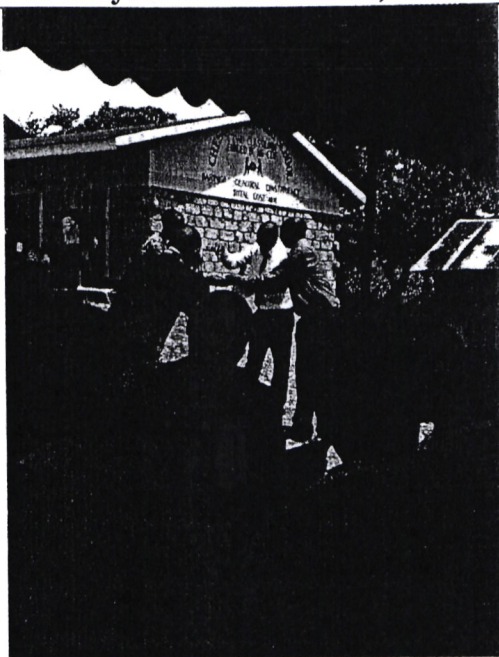


**KAMGOIN PRIMARY SCHOOL- 1 CLASSROOM**



**KEWAMOI PRIMARY SCHOOL- 1 CLASSROOM**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
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Chesongo Primary School -2 classrooms



Kenya primary schools association-purchase of games  
Kits and balls

#### **Budgetary Appropriations**

During the financial year 2018/2019, the overall budget utilization stood at 52.3 percent based on the funds received. This was achieved due to expeditious disbursement of funds received to earmarked projects by the NGCDF Committee. During the period Kshs 111, 937,786 was received against the total allocation of 214,108,919.

#### **Development Planning**

The Constituency Development Funds continue to draw interest of beneficiaries and communities alike. This has seen the receipt of many proposals from communities spanning various sectors. To ensure focus and expedite Constituency development, the Committee is reviewing its strategic plan which is a formalized road map that spells out where the Constituency is going over the next five years in project identification, implementation and management taking cognizance of the global Sustainable Development Goals, Kenya Vision 2030 and related County Integrated Development Plans. The NGCDF Committee is convinced that the strategic plan shall help the Constituency in setting priorities, focusing energy and resources, strengthening operations and ensuring that the Committee, its employees and other stakeholders are working towards a common goal and results.

#### **Challenges**

Despite the above impressive performance and plans, the Committee has noted various challenges in project implementation and management during the FY 2018/2019. These encompass, inadequate record keeping by project management committees, failure by some project

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL CONSTITUENCY**

**Reports and Financial Statements**

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

management committees to comply with the public procurement procedures and regulations as well as delayed submission of the required returns for funds disbursed.

Another notable challenge is the limited numbers of technical officers needed to provide the requisite technical advice in project implementation and management. To mitigate the above, the committee during the year 2018/2019 scaled up its capacity building programmes for NGCDF Committee, Project Management Committees and staff on various aspects of NGCDF projects management. These programmes contributed to minimizing the challenges and improving overall performance by Project Management Committees. The NG-CDFC plans to continue with the capacity building as well as monitoring and evaluation programmes during the FY 2019/2020.

I wish to sincerely thank the NGCDF Committee, NG-CDFC staff, Project Management Committees and other stakeholders for the cooperation and support that saw the achievement of the above milestones. Going forward, the Committee envisions to even perform better and attain better assessments in its performance targets for FY 2019/2020.



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**JENIFFER YEGON  
CHAIRPERSON NGCDF COMMITTEE**

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

**BARINGO CENTRAL CONSTITUENCY**

**Reports and Financial Statements**

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

**III. STATEMENT OF BARINGO CENTRAL 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- BARINGO CENTRAL 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- BARINGO CENTRAL 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 *NG-CDF BARINGO CENTRAL* 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 charge of the NGCDF- BARINGO CENTRAL Constituency further confirms the completeness of the accounting records maintained for the *NG-CDF BARINGO CENTRAL*, 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- BARINGO CENTRAL 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- BARINGO CENTRAL Constituency financial statements were approved and signed by the Accounting Officer on 29/2/2020 2020.

Fund Account Manager

Name: MICHAEL KONE

Sub-County Accountant

Name: ANTHONY MACHARIA  
ICPAK Member Number: 15786

# REPUBLIC OF KENYA

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

## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - BARINGO CENTRAL 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 - Baringo Central Constituency set out on pages 11 to 45, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Baringo Central 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. Unsupported Expenditure on Other Grants and Transfers**

The statement of receipts and payments reflects other grants and transfers of Kshs.57,922,468 (2018:Kshs.35,840,289). As disclosed under Note 7 to the financial statements, the balance included Kshs.22,584,475 and Kshs.17,374,525 being bursaries to secondary schools and tertiary institutions respectively, both totaling to Kshs.39,959,000. However, details of beneficiaries of bursaries amounting to Kshs.8,776,450 were not provided. Further, and as previously reported, no evidence was provided that the beneficiaries of bursaries were vetted as required under

Regulation 21(3) of National Government Constituencies Development Fund Regulations, 2016, which requires a Constituency Committee to vet all persons proposed to receive support in accordance with the guidelines issued by the Board.

Under the circumstances, the accuracy and validity of other grants and transfers balance of Kshs.57,922,468 could not be confirmed.

## **2. Bank Balances**

The statement of assets and liabilities and Note 10A to the financial statements, reflect bank balances of Kshs.832,445. However, the June, 2019 bank reconciliation statement reflected un-presented cheques amounting to Kshs.11,687,911 of which Kshs.1,150,611 were stale and had not been written back in the cash book.

Consequently, the accuracy of the bank balances of Kshs.832,445 as at 30 June, 2019, could not be confirmed.

## **3. Fixed Assets**

The Summary of Fixed Assets Register disclosed at Annex 4 to the financial statements, reflects various asset classes with a historical cost balance of Kshs.27,651,938 as at 30 June, 2019. However, the fixed assets register reflected assets with a balance of Kshs.5,980,512 resulting to an unreconciled variance of Kshs.21,671,426.

Consequently, the accuracy of the summary of fixed assets register could not be confirmed.

## **4. Fund Balance**

The statement of assets and liabilities reflects net financial assets of Kshs.832,445 which are represented by an equivalent fund balance. However, the fund balance is erroneously described as net liabilities.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Baringo Central 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 receipts on comparable basis of Kshs.214,108,919 and Kshs.159,068,043 respectively resulting to an overall budget under funding of Kshs.55,040,876 or 26%. The Fund's expenditure was limited to the receipts realized.

The under-funding affected implementation of the planned activities and projects which may have impacted negatively on service delivery to the residents of Baringo Central Constituency.

### **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. Projects Implementation**

###### **1.1. Incomplete Prior Years' Projects**

The projects status report as at 30 June, 2019, indicated that one-hundred and thirteen (113) projects with a funding allocation of Kshs.77,123,897 were incomplete of which forty-three (43) related to prior financial years but were not prioritized contrary to Section 46(2) of National Government Constituencies Development Fund Act, 2015 which requires ongoing projects to take precedence over all other projects in funding. In the circumstances, value for money may not be realized from the projects. The delay impacted negatively on service delivery to the residents of Baringo Central Constituency.

###### **1.2. Audit Inspection of Projects**

Audit inspection undertaken in January, 2020, on seven (7) projects with a funding allocation of Kshs.13,700,000 revealed the following anomalies:



Project Location	Project Description	Cost (Kshs.)	Observations
Tereben Primary School	Completion of administration block	1,000,000	Despite exhausting the full allocation for the financial year 2018/2019, the project was incomplete and the contractor had abandoned the site. Also, no retention monies had been withheld to guard against defects.
Salawa Primary School	Completion of dining hall	1,000,000	Dining hall was incomplete, walls had developed cracks indicative of poor workmanship.
A.I.C Visa Oshwal Primary School	Completion of a four (4) wing multipurpose hall	5,500,000	One out four wings was complete and in use. The project allocation of Kshs.5,500,000 had been exhausted with the remaining 3 wings incomplete and abandoned.
Sigowa Primary School	Completion of administration block	1,000,000	The allocation in financial year 2018/2019 had been exhausted and the project was incomplete.
Kaprogonya Primary School	Construction of one classroom	1,000,000	Kshs.800,000 was utilized to project completion and the balance of Kshs.200,000 was used for construction of pit latrine in breach of Section 12(8) of NG-CDF Act 2015 which requires unutilized funds of project management committee to be returned to constituency account.
Kisore Primary School	construction of 4 classrooms	3,200,000	The project was complete and in use but unbranded.
Sigowo Primary	constriction of administration block	1,000,000	The allocation for the financial year 2018/2019 had been exhausted while the project was incomplete.
<b>Total</b>		<b>13,700,000</b>	

In the circumstances, value for money from the projects 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 services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the Management is aware of intention to either terminate the Fund or 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 going concern 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**

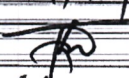
**01 October, 2021**

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

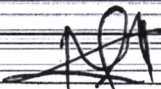
**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2018 - 2019	2017 - 2018
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board	1	111,937,786	95,953,593
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>111,937,786</b>	<b>95,953,593</b>
<b>PAYMENTS</b>			
Compensation of employees	4	2,115,500	2,133,544
Use of goods and services	5	11,516,053	5,274,120
Transfers to Other Government Units	6	61,538,435	11,800,000
Other grants and transfers	7	57,922,468	35,840,289
Acquisition of Assets	8	21,693,141	4,977,434
Other Payments	9	3,450,000	
<b>TOTAL PAYMENTS</b>		<b>158,235,598</b>	<b>60,025,387</b>
<b>SURPLUS/DEFICIT</b>		<b>(46,297,812)</b>	<b>35,928,206</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-BARINGO CENTRAL Constituency financial statements were approved on 28/7/2020 and signed by:

  
Fund Account Manager

Name: Michael Komes

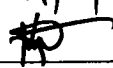
  
Sub-County Accountant

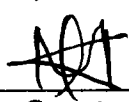
Name: ANTHONY NJCHARIA  
ICPAK MEMBER NUMBER: 15786

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
 BARINGO CENTRAL CONSTITUENCY  
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<b>V. STATEMENT OF ASSETS AND LIABILITIES</b>			
	<b>Note</b>	<b>2018 - 2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	832,445	47,130,257
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>832,445</b>	<b>47,130,257</b>
<b>Current Receivables</b>			
Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>832,445</b>	<b>47,130,257</b>
<b>FINANCIAL LIABILITES</b>			
<b>Accounts Payable</b>			
Retention	12A	-	-
Gratuity	12B	-	-
<b>Total Financial Liabilities</b>		<b>-</b>	<b>-</b>
<b>NET FINANCIAL ASSETS REPRESENTED BY</b>		<b>832,445</b>	<b>47,130,257</b>
Fund balance b/fwd 1st July...	13	47,130,257	11,971,580
Surplus/Deficit for the year		(46,297,812)	35,928,207
Prior year adjustments	14	-	769,530
<b>NET LIABILITIES</b>		<b>832,445</b>	<b>47,130,257</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-BARINGO CENTRAL Constituency financial statements were approved on 24/2/2020 and signed by:

  
 Fund Account Manager  
 Name: Michael Jones

  
 Sub-County Accountant  
 Name: ANTHONY MACHARIA  
 ICPAK MEMBER NUMBER: 15786

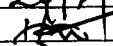
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
 BARINGO CENTRAL CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2019**

**VI. STATEMENT OF CASHFLOW**

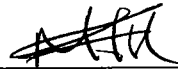
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			<b>2018 - 2019</b>	<b>2017 - 2018</b>
<b>Receipts</b>	<b>Note</b>		<b>Kshs</b>	<b>Kshs</b>
Transfers from CDF Board	1		111,937,786	95,953,593
Other Receipts	3		-	
<b>Total Receipts</b>			<b>111,937,786</b>	<b>95,953,593</b>
<b>Payments</b>				
Compensation of Employees	4		2,115,500	2,133,544
Use of goods and services	5		11,516,053	5,274,120
Transfers to Other Government Units	6		61,538,435	11,800,000
Other grants and transfers	7		57,922,468	35,840,289
Other Payments	9		3,450,000	-
<b>Total Payments</b>			<b>136,542,457</b>	<b>55,047,953</b>
<b>Total Receipts Less Total Payments</b>			<b>(24,604,671)</b>	<b>40,905,640</b>
<b>Adjusted for:</b>				
Outstanding Imprest	11		-	
Retention	12A		-	
Gratuity Payable	12B		-	
Prior Year adjustment	14		-	
<b>Net Adjustments</b>			<b>-</b>	<b>-</b>
<b>Net cash flow from operating activities</b>			<b>(24,604,671)</b>	<b>40,905,640</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>				
Proceeds from Sale of Assets	2		-	
Acquisition of Assets	8		(21,693,142)	(4,977,433)
<b>Net cash flows from Investing Activities</b>			<b>(21,693,142)</b>	<b>(4,977,433)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>			<b>(46,297,812)</b>	<b>35,928,207</b>
Cash and cash equivalent at BEGINNING of the year	13		47,130,257	11,202,050
Cash and cash equivalent at END of the year			<b>832,445</b>	<b>47,130,257</b>

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

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-BARINGO CENTRAL Constituency financial statements were approved on 28/7/2020 and signed by:

  
Fund Account Manager

Name: MICHAEL KONES  
ICPAK Member Number: 15786

  
Sub-County Accountant

Name: ANTHONY MACHARIA



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL CONSTITUENCY  
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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	a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Transfers from CDF Board	109,040,876	105,068,043	214,108,919	159,068,043	55,040,876	74.3%
Proceeds from Sale of Assets			-	-	-	
Other Receipts		-	-	-	-	
<b>TOTAL RECEIPTS</b>	<b>109,040,876</b>	<b>105,068,043</b>	<b>214,108,919</b>	<b>159,068,043</b>	<b>55,040,876</b>	<b>52.3%</b>
<b>PAYMENTS</b>						
Compensation of Employees	3,089,528.00	3,491,104	6,580,632	2,115,500	4,465,132	32.1%
Use of goods and services	6,724,151	10,299,903	17,024,054	11,516,053	5,508,001	67.6%
Transfers to Other Government Units	45,150,000.00	48,038,435	93,188,435	61,538,435	31,650,000	66.04%
Other grants and transfers	49,427,197.00	22,745,460	72,172,657	57,922,468	14,250,189	80.3%
Acquisition of Assets	3,200,000.00	18,493,142	21,693,142	21,693,142	-	100%
Other Payments	1,450,000.00	2,000,000	3,450,000	3,450,000	-	100%
<b>TOTAL</b>	<b>109,040,876</b>	<b>105,068,043</b>	<b>214,108,919</b>	<b>158,235,598</b>	<b>55,873,322</b>	<b>73.9%</b>


- i. On receipt, the total receipt from NG-CDF board is 74.3% due to delay in receipt of funds from NG-CDF Board.*
- ii. On the compensation of employees, 32.1% was utilized due to additional funds from previous year which was utilized and also delay to receive full allocation for the year 2018/2019 from NG-CDF Board.*
- iii. Use of goods and services, 67.6% was utilized due to delay in receipt of funds from NG-CDF Board.*
- iv. Transfer to other Government units, 66.04% were utilized due to delay in receipt of funds for NG-CDF and approval of reallocation and resubmission.*
- v. Other grants and transfers, 80.3% was utilized due to delay in receipt of funds from NG-CDF Board due to non-compliance threshold precipitated by delay in reallocation of projects and PMC not submitting their returns on time.*

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

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The NGCDF-BARINGO CENTRAL Constituency financial statements were approved on  
24/2 / 2020 and signed by:

  
\_\_\_\_\_  
Fund Account Manager  
Name: MICHAEL KONES

  
\_\_\_\_\_  
Sub-County Accountant  
Name: ANTHONY MACTARIA  
ICPAK Member Number: 15786

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

**BARINGO CENTRAL CONSTITUENCY**

**Reports and Financial Statements**

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

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration and Recurrent</b>					
1.1 Compensation of employees	3,089,528.00	3,491,104	6,580,632	2,115,500	4,465,132
1.2 Committee allowances	1,248,000	2,449,400	3,697,400	2,317,907	1,379,493
1.3 Use of goods and services	2,204,925	2,299,903	4,504,828	3,554,464	950,364
1.4 Acquisition of assets	-	-	-	-	-
<b>2.0 Monitoring and evaluation</b>					
2.1 Capacity building	1,200,000.00	2,000,000	3,200,000	703,000	2,497,000
2.2 Committee allowances	1,150,000.00	1,100,000	2,250,000	1,880,000	370,000
2.3 Use of goods and services	921,226.00	2,450,600	3,371,826	3,060,682	311,144
<b>3.0 Emergency</b>	5,738,993	1,331,016	7,070,009	7,018,000	52,009
3.1 Primary Schools					
3.2 Secondary schools					
3.3 Tertiary institutions					
3.4 Security projects					
<b>4.0 Bursary and Social Security</b>					
4.1 Primary Schools					
4.2 Secondary Schools	24,014,306.00	6,327,620	30,341,926	22,584,475	7,757,451
4.3 Tertiary Institutions	14,000,000.00	5,608,617	19,608,617	17,374,525	2,234,092
4.4 Universities					
4.5 Social Security					
<b>5.0 Sports</b>	1,780,817.00	1,280,000	3,060,817	2,145,468	915,349
5.1					
5.2					
5.3					
<b>6.0 Environment</b>	1,343,080	2,198,207	3,541,287	2,200,000	1,341,287
6.1					
6.2					
6.3					
<b>7.0 Primary Schools Projects</b>					
7.1 Kapkelelwa Primary School	400,000.00		400,000		400,000.00
7.2 Kituro Primary School	1,000,000.00		1,000,000	1,000,000	
7.3 Kiptilit Primary School	500,000.00		500,000		500,000.00
7.4 Kapchomuso Primary School	1,000,000.00		1,000,000		1,000,000.00
7.5 Bosin Primary School	700,000.00		700,000		700,000.00
7.6 Tandui primary school	4,500,000.00		4,500,000	3,500,000	500,000.00
7.7 Katunoi Primary School	800,000.00		800,000		800,000.00
7.8 Kaplop Primary School	800,000.00		800,000		800,000.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) -  
BARINGO CENTRAL CONSTITUENCY  
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Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
7.9 Kaplel Primary School	800,000.00		800,000		800,000.00
7.10 Seretunin Primary School	1,200,000.00		1,200,000	1,200,000.00	
7.11 Kapkoimet Primary School	800,000.00		800,000		800,000.00
7.12 Manach Primary School	800,000.00		800,000		800,000.00
7.13 Kapcherebet Primary School	800,000.00		800,000		800,000.00
7.14 Kapsogo Primary School	2,100,000.00		2,100,000		2,100,000.00
7.15 Borowonin Primary School	550,000.00		550,000		550,000.00
7.16 Kisok Primary School	500,000.00		500,000		500,000.00
7.17 Kurumbopsoo Primary School	800,000.00		800,000		800,000.00
7.18 Bokorin Primary School	300,000.00		300,000	300,000.00	
7.19 Yemo Primary School	800,000.00		800,000		800,000.00
7.20 Kaptien Primary School	800,000.00		800,000		800,000.00
7.21 Tilelon Primary School	300,000.00		300,000		300,000.00
7.22 Chesongo Primary School	1,600,000.00		1,600,000	1,600,000.00	
7.23 Orokwo Primary School	1,600,000.00		1,600,000	1,600,000.00	
7.24 Kapyemit Primary School	1,600,000.00		1,600,000	1,600,000.00	
7.25 Kapchemon Primary School	800,000.00		800,000	800,000.00	
7.26 Kimoso Primary School	800,000.00		800,000		800,000.00
7.27 Kakwane Primary School	600,000.00		600,000		800,000.00
7.28 Lelgut Primary School	650,000.00		650,000		650,000.00
7.29 Mogorwo Primary School	700,000.00		700,000		700,000.00
7.30 Eitui Primary School	800,000.00		800,000		800,000.00
7.31 Kamuma Primary School	500,000.00		500,000		800,000.00
7.32 Tenges Primary School	1,200,000.00		1,200,000		1,200,000.00
7.33 Moswo Primary School	800,000.00		800,000		800,000.00
7.34 Tabarin Primary School	550,000.00		550,000		550,000.00
7.35 Ochii Primary School	300,000.00		300,000		300,000.00
7.36 Cheplongon Primary School	800,000.00		800,000		800,000.00
7.37 Bakwanin Primary School	500,000.00		500,000		500,000.00
7.38 Moi Timowo Primary School	800,000.00		800,000		800,000.00
7.39 Kabasis Primary School	500,000.00		500,000		500,000.00
7.40 Sosion Primary School	250,000.00		250,000		250,000.00
7.41 Kesetan Primary School	250,000.00		250,000		250,000.00
7.42 Tartar Primary School	250,000.00		250,000		250,000.00
7.43 Kimotony Primary School	250,000.00		250,000		250,000.00
7.44 Kasore Primary School	250,000.00		250,000		250,000.00
7.45 Kaptallam Primary School	250,000.00		250,000		250,000.00
7.46 Kapkiai Primary School	250,000.00		250,000		250,000.00
7.47 Sesya Primary School	250,000.00		250,000		250,000.00
7.48 Kapkut Primary School	250,000.00		250,000		250,000.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
BARINGO CENTRAL CONSTITUENCY**

**Reports and Financial Statements**

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

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
7.53 AIC Visa Oshwal Primary School	250,000.00		250,000		250,000.00
7.54 Seguton Primary School	250,000.00		250,000		250,000.00
7.55 Kaiso Primary School	250,000.00		250,000		250,000.00
7.56 Lelbatai Primary School	250,000.00		250,000		250,000.00
7.57 Kisonei Primary School	250,000.00		250,000		250,000.00
7.58 Kapchemon primary school		1,600,000	1,600,000	1,600,000	
7.59 Bokorin primary school		350,000	350,000	350,000	
7.60 Kamwen primary school		300,000	300,000	300,000	
7.61 Sosion primary school		300,000	300,000	300,000	
7.62 Kaprogonya primary school		1,000,000	1,000,000	1,000,000	
7.63 Kapsogo primary school		1,000,000	1,000,000	1,000,000	
7.64 Kapkokwon primary school		1,500,000	1,500,000	1,500,000	
7.65 Kipkutuny primary school		1,500,000	1,500,000	1,500,000	
7.66 Sorok primary school		600,000	600,000	600,000	
7.67 Littoral consultant co.ltd		180,000	180,000	180,000	
7.68 Kasore primary school		3,200,000	3,200,000	3,200,000	
7.69 AIC Visa Oshwal primary school		5,500,000	5,500,000	5,500,000	
7.70 Tandui primary school		600,000	600,000	600,000	
7.71 Kabarbarma primary school		350,000	350,000	350,000	
7.72 Kapchomuso primary school		300,000	300,000	300,000	
7.73 Kaptorokwo primary school		300,000	300,000	300,000	
7.74 Magonoi primary school		300,000	300,000	300,000	
7.75 Seguton Hill primary school		500,000	500,000	500,000	
7.76 Kapkut primary school		1,000,000	1,000,000	1,000,000	
7.77 Kesetan primary school		200,000	200,000	200,000	
7.78 Saimet primary school		800,000	800,000	800,000	
7.79 Salawa primary school		1,000,000	1,000,000	1,000,000	
7.80 Sigowo primary school		1,000,000	1,000,000	1,000,000	
7.81 Tartar primary school		700,000	700,000	700,000	
7.82 Kiboi primary school		800,000	800,000	800,000	
7.83 Kapropita primary school		800,000	800,000	800,000	
7.84 Sironoi primary school		500,000	500,000	500,000	
7.85 Mogorwo primary school		1,000,000	1,000,000	1,000,000	
7.86 Tilelon primary school		200,000	200,000	200,000	
7.87 Kabasis primary school		2,000,000	2,000,000	2,000,000	
7.88 Tabarin primary school		600,000	600,000	600,000	
7.89 Kaptumo primary school		800,000	800,000	800,000	
7.90 Kamgoin primary school		800,000	800,000	800,000	
7.91 Tereben primary school		1,000,000	1,000,000	1,000,000	
7.92 Kipkaech primary school		300,000	300,000	300,000	
7.93 Kapsogo primary school		1,600,000	1,600,000	1,600,000	
7.94 Ochii school for hearing		600,000	600,000	600,000	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
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Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
impaired					
7.95 Bondeni primary school		1,000,000	1,000,000	1,000,000	
7.96 Bon Borehole driller(Tandui and Kapsogo)		4,958,435	4,958,435	4,958,435	
7.97 Lelgut Primary school		300,000	300,000	300,000	
<b>8.0 Secondary Schools Projects</b>					
8.1 Kapkelelwa day secondary school	800,000.00		800,000		800,000.00
8.2 AIC Philemon Chelagat secondary school	800,000.00		800,000		800,000.00
8.3 Talai High School	400,000.00		400,000		400,000.00
8.4 Kapkawa Boys Secondary school	1,100,000.00		1,100,000	1,100,000.00	
8.6 Kipkaech Day Secondary School	800,000.00		800,000	800,000.00	
8.7 Kabarbarma Day Secondary School	800,000.00		800,000		800,000.00
8.8 Kabarnet Hurth Day Secondary School	300,000.00		300,000		300,000.00
8.9 St.Marys Tenges Day Secondary School	300,000.00		300,000		300,000.00
8.91 Kisok secondary school		800,000	800,000	800,000	
8.92 Kipsoit secondary school		600,000	600,000	600,000	
8.93 Kapkut secondary school		500,000	500,000	500,000	
8.94 Kaptorokwo day secondary		800,000	800,000	800,000	
8.95 Kisonei Day secondary		1,000,000	1,000,000	1,000,000	
8.96 Riwo Day secondary		1,000,000	1,000,000	1,000,000	
8.97 Kapsogo day secondary		2,000,000	2,000,000	2,000,000	
<b>9.0 Tertiary institutions Projects</b>					
9.1					
<b>10.0 Security Projects</b>					
10.1 Sironoi Chiefs Office	300,000.00		300,000	300,000	
10.2 Kapkelelwa Chiefs Office	500,000.00		500,000		500,000
10.3 Kapropita Chiefs Office	450,000.00		450,000		450,000
10.4 Kapropita Soi Chiefs Office	500,000.00		500,000		500,000
10.5 Sorok Assistant Chiefs Office	200,000.00		200,000		200,000
10.6 Koibarak Assistant Chiefs Office	300,000.00		300,000		300,000
10.7 County Commissioners Office	300,000.00		300,000	300,000	
10.71 Salawa D.OS Office		400,000	400,000	400,000	
10.72 Sironoi chiefs office		600,000	600,000	600,000	
10.73 Ewalel chiefs office		800,000	800,000	800,000	
10.74 Kisonei chiefs office		300,000	300,000	300,000	
10.75 Kaprogonya chiefs office		600,000	600,000	600,000	
10.76 Kiboino chiefs office		800,000	800,000	800,000	

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	<b>2018/2019</b>		<b>2018/2019</b>	<b>30/06/2019</b>	
10.78 Saimet chiefs office		800,000	800,000	800,000	
Eituii chiefs office		1,000,000	1,000,000	1,000,000	
<b>11.0 Acquisition of assets</b>					
11.1 Motor Vehicles					
11.2 Construction of CDF office	3,200,000.00	18,493,142.00	21,693,142.00	21,693,142.00	
11.3 Purchase of furniture and equipment					
11.4 Purchase of computers					
<b>12.0 Others</b>					
12.1 Strategic Plan	1,450,000.00	2,000,000.00	3,450,000	3,450,000	
12.2 Innovation Hub					
12.2 TIVET					
	<b>109,040,876</b>	<b>105,068,043</b>	<b>214,108,919</b>	<b>158,235,598</b>	<b>55,873,322</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-BARINGO CENTRAL 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.



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**SIGNIFICANT ACCOUNTING POLICIES**

**External Assistance**

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

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

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

During the year ended 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.

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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**NOTES TO FINANCIAL STATEMENTS**

<b>1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES</b>			
<b>Description</b>		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Normal Allocation	AIE NO.B005361	57,937,786	
	AIE NO. B030138	10,000,000	
	AIE NO. B030350	10,000,000	
	AIE NO. 006290	6,000,000	
	AIE NO.042981	15,000,000	
	AIE NO.B042711	13,000,000	
	AIE NO.A835760		5,500,000
	AIE NO.A839743		16,853,448
	AIE NO. A892862		20,679,869
	AIE NO.A896788		38,848,276
	AIE NO. A892990		14,072,000
Conditional grants	AIE NO...		-
Receipt from other Constituency			-
<b>TOTAL</b>		<b>111,937,786</b>	<b>95,953,593</b>

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<b>2. PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS</b>		
<b>Description</b>	<b>2018-2019</b>	<b>2017 - 2018</b>
	<b>Kshs</b>	<b>Kshs</b>
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from the Sale of Office and General Equipment	-	-
<b>TOTAL</b>	-	-

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

<b>3 OTHER RECEIPTS</b>			
<b>Description</b>		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Interest Received		-	-
Rents		-	-
Sale of Tender Documents			-
Other Receipts Not Classified Elsewhere (specify)		-	-
<b>TOTAL</b>		-	-
<b>4 COMPENSATION OF EMPLOYEES</b>			
<b>Description</b>		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Basic wages of contractual employees		2,088,700	2,124,744
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		26,800	8,800
Gratuity-Paid			
Gratuity-Accrued			
<b>TOTAL</b>		<b>2,115,500</b>	<b>2,133,544</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

<b>5 USE OF GOODS AND SERVICES</b>			
<b>Description</b>		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services			10,589
Electricity		18,000	
Water & sewerage charges		23,660	
Office rent		-	
Communication, supplies and services		-	182,290
Domestic travel and subsistence		421,305.00	343,500
Printing, advertising and information supplies & services		206,405	98,500
Rentals of produced assets		-	
Training expenses		349,000	50,480
Hospitality supplies and services		194,101	140,264
Other committee expenses		2,528,900	1,204,650
Committee allowance		5,825,740	1,487,000
Insurance costs		-	
Specialised materials and services		-	297,228
Office and general supplies and services		-	226,301
Fuel , oil & lubricants		1,000,000	177,513
Other operating expenses		-	450,360
Bank service commission and charges		100,793	19,395
Security operations		-	-
Routine maintenance - vehicles and other transport equipment		848,150	560,550
Routine maintenance- other assets		-	25,500
<b>TOTAL</b>		<b>11,516,053</b>	<b>5,274,120</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

<b>6 TRANSFER TO OTHER GOVERNMENT ENTITIES</b>			
<b>Description</b>		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Transfers to Primary schools		52,638,435	11,800,000
Transfers to Secondary schools		8,900,000	
Transfers to Tertiary institutions			
TIVET			
<b>TOTAL</b>		<b>61,538,435</b>	<b>11,800,000</b>

<b>7 OTHER GRANTS AND OTHER PAYMENTS</b>			
<b>Description</b>		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Bursary –Secondary		22,584,475	26,392,289
Bursary –Tertiary		17,374,525	7,998,000
Bursary-Special schools			
Mocks & CAT			
Security		6,600,000	550,000
Sports		2,145,468	
Environment		2,200,000	
Emergency Projects		7,018,000	900,000
<b>TOTAL</b>		<b>57,922,468</b>	<b>35,840,289</b>

<b>8. ACQUISITION OF ASSETS</b>			
<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		21,693,141	4,977,434
Refurbishment of Buildings		-	-
Purchase of Vehicles		-	-
Purchase of Bicycles & Motorcycles		-	-



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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>21,693,141</b>	<b>4,977,434</b>

<b>9 Other Payments</b>		<b>2018-2019</b>	<b>2017-2018</b>
Strategic plan		3,450,000	-
specify		-	-
specify		-	-
<b>TOTAL</b>		<b>3,450,000</b>	<b>-</b>

<b>10A: Bank Balances (cash book bank balance)</b>			
<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>Kenya Commercial Bank, Kabarnet Branch . Baringo Central NG-CDF</i>	<i>A/C no.1103775839</i>	<b>832,445</b>	<b>47,130,257</b>
<b>10B: CASH IN HAND)</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs (30/6/2019)</b>	<b>Kshs (30/6/2018)</b>
Location 1		-	-
Location 2		-	-
Location 3		-	-

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Other receipts (specify)		-	-
<b>TOTAL</b>		-	-

<b>11: OUTSTANDING IMPRESTS</b>				
<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2019)</i>
	<b>Date imprest taken</b>	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
			-	-
		-	-	-
		-	-	-

<b>12 Retention</b>			
<b>Supplier/Contractor</b>	<b>PV No.</b>	<b>2018-2019</b>	<b>2017 - 2018</b>
		-	-
		-	-
<b>TOTAL</b>		-	-
		-	-
		-	-
<b>TOTAL</b>		-	-

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<b>13 BALANCES BROUGHT FORWARD</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>(1/7/2018</b>	<b>(1/7/2017)</b>
		<b>Kshs</b>	<b>Kshs</b>
Bank accounts		47,130,257	11,971,580
Cash in hand		-	-
Imprest		-	-
<b>TOTAL</b>		<b>47,130,257</b>	<b>11,971,580</b>

<b>14. PRIOR PERIOD ADJUSTMENTS</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Bank accounts		-	-
Cash in hand		-	-
Imprest		-	-
<b>TOTAL</b>		<b>-</b>	<b>-</b>

<b>15. OTHER IMPORTANT DISCLOSURES</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Construction of buildings		-	-
Construction of civil works		-	-
Supply of goods		-	-
Supply of services		-	-
<b>TOTAL</b>		<b>-</b>	<b>-</b>

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<b>15.2: PENDING STAFF PAYABLES (See Annex 2)</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
NGCDFC Staff		-	-
Others (specify)		-	-
		-	-
<b>15.3: UNUTILIZED FUND (See Annex 3)</b>			
		<b>2018-2019</b>	<b>2017 - 2018</b>
		<b>Kshs</b>	<b>Kshs</b>
Compensation of employees		4,465,132	1,115,948
Use of goods and services		5,508,001	7,627,001
Amounts due to other Government entities		28,111,565	38,700,000
Amounts due to other grants and other transfers		17,788,624	9,381,448
Acquisition of assets		-	20,928,493
Others (specify)		-	6,677,027
		<b>55,873,322</b>	<b>84,429,917</b>

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

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	19,366,915	4,658,501.85
	19,366,915	4,658,502

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

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
	A	B	c	d=a-c	
<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>					

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

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		a	B	c	d=a-c	
<b>Senior Management</b>						
1.						

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
2.						
3.						
<b>Sub-Total</b>						
4.						
5.						
6.						
<b>Sub-Total</b>						
7.						
8.						
9.						
<b>Sub-Total</b>						
10.						
11.						
12.						
<b>Sub-Total</b>						
<b>Grand Total</b>						

**ANNEX 3 – UNUTILIZED FUNDS**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees		4,465,132	1,115,948	
Use of goods & services			7,627,001	
			38,700,000	
PRIMARY SCHOOLS		24,711,565		
SECONDARY SCHOOLS		3,400,000		
<b>Sub-Total</b>		<b>38,084,698</b>	<b>47,442,949</b>	
			9,381,448	

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Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
	Sub-Total	17,788,623		
	Sub-Total	55,873,321		
Acquisition of assets		-	20,928,493	
Others ( <i>specify</i> )			6,677,027	
	Sub-Total			
	Grand Total	55,873,322	84,429,917	

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

<b>ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER</b>	<b>Historical Cost b/f (Kshs) 2017/18</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2018/19</b>
<b>Asset class</b>				
Land				
Buildings and structures	4,977,434	21,693,141		26,670,575
Transport equipment	485,200.00			485,200.00
Office equipment, furniture and fittings	496,163			496,163
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
<b>Total</b>	5,958,797	21,693,141		27,651,938.00

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

			<b>2018-2019</b>	<b>2017-2018</b>
<b>PMC</b>	<b>BANK</b>	<b>A/C NO</b>	<b>Kshs</b>	<b>Kshs</b>
Tandui Primary School	KCB	1239664885	26,215.00	
Bokorin Primary School	KCB	1103656139	1,249.00	
Kapkawa Boys	KCB	1103707981	1,101,191.00	
County Commissioners Office	KCB		300,000	
Orokwo Primary School	KCB	1256815381	1,600,005.00	
Kapyemit Primary School	KCB	1257197606	1,600,000.00	
Chesongo Primary School	KCB	1257000675	1,598,975.00	



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Kapchemon Primary School	KCB	1136940324	612,184.00	
Lelgut Primary School	KCB	1109435118	979.00	
Lelgut Primary School	KCB	1210411970	679	
Kituro Primary School	KCB	1129537579	1,001,903	
Kipkaech Secondary	KCB	0262162255	800,020.00	
Sironoi Chief's Office	KCB	1109562268	450.00	
Kapsogo Primary	KCB	1197698213	408,073.50	
Bondeni Primary	KCB	1169546994	458,622.00	
Ochii School for hearing Impaired	KCB	1133869580	995,287.00	
Kaptorokwo Mixed Day Sec,	KCB	1135153418	323,452.00	
Kipkaech Primary	KCB	1109435223	235.00	
Kaprogonya Chief's Office	KCB	1204226695	2,384.00	
Tilelon Primary	KCB	1137831022	1,569.00	
Sironoi Primary	KCB	1252379560	790.00	
Kiboi Primary school	KCB	1146122683	19,323.00	
Kipkutuny Primary school	KCB	1114373435	2,771.00	
Mogorwo primary school	KCB	1119576628	24,162.00	
Kabasis Primary	KCB	1250137799	1,998,975.00	
Sorok Primary	KCB	1109557841	955.00	
Kapropita Primary	KCB	1199889806	1,707.30	
Tabarin Primary	KCB	1135866236	181,195.00	
Kaptumo Primary	KCB	1166506118	1,152,883.00	
Kamgoin Primary	KCB	1109435053	459,944.00	

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Tereben Primary	KCB	1172954178	260,024.00	
Tartar Primary	KCB	1201575494	472.00	
kesetan primary	KCB	1137080388	750.00	
Saimet primary	KCB	1136379975	889.00	
Kapkokwon Primary	KCB	12411047162	-	
Salawa Primary	KCB	1112284095	127,983.00	
Sigowo primary	KCB	110372879	1,946.00	
Kapkut Day Sec.	KCB	1134433131	500,508.00	
Kipsoit Day Sec.	KCB	1164554913	600,026.00	
Riwo Day Sec.	KCB	1135343047	5,287.00	
Kisonei Chief's Office	KCB	1255280174	300,000.00	
Ewalel chief's office	KCB	1206427078	75,125.00	
Eitui Chief's office	KCB	1206480645	4,065.00	
Kiboino Chief's office	KCB	1199953334	1,023.00	
Kimoso assistant chief's office	KCB	1204599211	59,455.00	
Saimet Chief's office	KCB	1206879165	207,455.00	
Kapkut Primary	KCB	1126869937	174.00	
Seguton Primary	KCB	1109386222	939	
Kapchomuso Primary	KCB	1239006683	1,207.00	
Kabarbarma primary	KCB	1206223383	1,033.00	
Kaptorokwo Primary	KCB	1240141815	535.00	
Sossion Primary	KCB	1137909803	6,467.00	
Kamwen Primary	KCB	1203831625	1	

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Magonoi primary	KCB	1240421737	35,155.00	
Kaprogonya Primary	KCB	1199012017	20,090.00	
Kisonei Day sec.	KCB	1111921709	479,185.00	
AIC Kapkelelwa Sec.	KCB	1201314445	1,066.00	
Salawa d.o's office	KCB	1238953484	2,820.00	
Kasore Primary	Equity Bank	0262584076	320,000.00	
Kewamoi primary school	KCB	1132322588		800,005.00
Kaplop primary school	KCB	1134658486		106,112.00
Tabarin primary school	KCB	1135866236		873,125.00
Lelgut primary school	KCB	1210411970		185,535
Kesetan primary school	KCB	1137080388		453,690.00
Kapkelelwa primary school	KCB	1130773892		171,580.00
Kimagok primary school	KCB	1204908168		599,080.00
Kaptimbor primary school	KCB	1154767930		416,055
Kiplabal primary school	KCB	1203363095		179,310
Kipkutuny primary school	KCB	1114373435		130,253.00
Kipsoit primary school	KCB	1136776494		436,673.00
Pemwai primary school	KCB	1203841094		230,395.00
Sironoi primary school	KCB	1109562268		76,690.00
<b>Total</b>			<b>19,366,915</b>	<b>4,658,502</b>

**PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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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.

<p><b>4.1. Misstatement of cash and cash equivalent</b> Baringo Central CDF reported cash and bank balance of Kshs. 47,130,256.62 as shown in note 10A of the financial statements. Audit verification revealed the following;</p> <ul style="list-style-type: none"> <li>• The cashbook balance was not adjusted for bank charges therefore the reported balance was incorrect.</li> <li>• The reconciliation was erroneously performed since the figure of unrepresented cheques was erroneously stated as Kshs. 7,804,039 instead of Kshs.7,809,137.35</li> <li>• The unrepresented</li> </ul>	<p>The cash and cash equivalent balance has been corrected and the correct figure of the balance is Kshs 7,804,039, un presented cheques amounting to 5098.4 was erroneously included , The financial statement have been amended and stale cheques will be reversed in future in the cash book for the purpose of re issuing to the needy students within the constituency. Evidence of corrections are provided for verification. The PMC Bank account has been revised and the correct balance has been provided for verification. The cash deposit of Kshs 14,000.00 was for the sale of tender and has been</p>	<p>Michael Kones – Fund Account Manager</p>	<p>Resolved</p>	<p>11/4/19</p>
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>cheques included some stale cheques worth kshs. 452,100.35 which are yet to be reversed in the cashbook</p> <ul style="list-style-type: none"> <li>Cash deposits of Kshs. 14,000 made in June 2017 in the bank statements have not been recorded in the cashbook without explanations. .</li> <li>Financial statement reported Kshs. 895,642.21 as PMC Bank balances as at 30 June 2018 as shown in annex 4 however, these balances were not supported by certificate of balance / bank statements.</li> </ul>	<p>recorded in the cash book and copy of cash is provided for verification</p>			
	<p>Allocation of bursary . The statement of receipts and payments for the year ended 30<sup>th</sup> June 2018 reported other grants</p>	<p>The criteria for identifying needy students has been set up and bursary subcommittee among the NG-CDFC in place to vet</p>	<p>MICHAEL KONES – FUND ACCOUNT MANAGER.</p>	<p>Resolved</p>	<p>20/4/2019</p>

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	<p>and transfers of Kshs.35,840,289 compared to Kshs.68,735,113 in 2016/2017, representing a decrease of Kshs.32,894,824. Included in this figure is Kshs.34,390,289 bursary expenditure which was at variance by Kshs.8,580,589 with supporting schedules figure of Kshs.25,809,700. Further bursary budget was Kshs.33,760,458.42 that included Kshs.8,580,589 balance brought forward implying unexplained over expenditure of Kshs.629,780.58.</p>	<p>bursary applicants forwarded from various sub locations to ensure compliance to the set criteria. The unexplained expenditure of Kshs.629,780.58 was balance brought forward from previous year and spent in the current financial year.</p>			
	<p><b>Procurement of NG-CDF Office works were behind schedule by fourty two (42) weeks.</b></p>	<p>The delay occasioned by delay of funds from NG-CDF board but the project has since been completed and in use. Attached is the photo of the</p>	<p><b>MICHAEL KONES-FUND ACCOUNT MANAGER</b></p>	<p>Resolved</p>	<p>8/3/2019</p>

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		office.			
	<b>Transfer to government entities</b> Lelbatai primary school-allocated Kshs.800,000 for construction of 1 classroom which had no begun due to unsolved complaints from BOM members. Kesetan primary school -800,000 completion of classroom was poorly done.	The BOM has since resolved the dispute after changing of BOM members. The project has been completed and in use, for Kesetan primary school, the contractor was compelled to re do the work. Attached are the photos of the projects.	MICHAEL KONES – FUND ACCOUNT MANAGER	Resolved	20/5/2019
	<b>Prior year incomplete projects</b> - Kitaktak water project - Kaplop water project	Since the function of NG-CDF is only for national function(education and security)the project stated it had been handed over to county government to undertake the completion	MICHAEL KONES-FUND ACCOUNT MANAGER	Resolved	Handed over to county government because it's a devolved function.