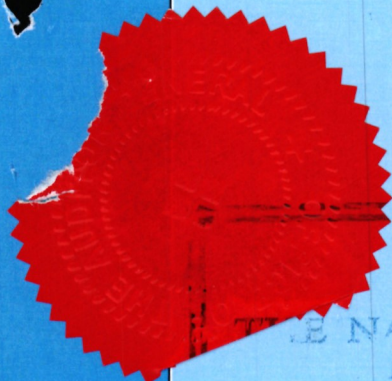


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 17 SEP 2019

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TUESDAY

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OF KENYA
LIBRARY

TABLED

MAJORITY LEADER
OF



THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
ELDAMA RAVINE**

**FOR THE YEAR
ENDED 30 JUNE 2018**



Revised Template 30th June 2018



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND ELDAMA
RAVINE CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2018**

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

**Reports and Financial Statements
For the year ended June 30, 2018**

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 ELDAMA RAVINE day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2018 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Geoffrey Koech
3.	Sub-County Accountant	Walter Avihama
4.	Chairman NGCDFC	Joseph Ayabei
5.	Member NGCDFC	Anne Mwangi

(d) Fiduciary Oversight Arrangements

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

Eldama Ravine NG-CDF Office
Boresha SACCO Building
Off Eldama Ravine-Eldoret Road
P.O. Box 161-20103
Eldama Ravine

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2018

(f) NGCDF ELDAMA RAVINE Constituency Contacts

Telephone: (254) 712 990 222
E-mail: cdfeldamaravine@ngcdf.go.ke
gkoech@ngcdf.go.ke
Website: www.ngcdf.go.ke/Eldamaravine

(g) NGCDF ELDAMA RAVINE Constituency Bankers

Equity Bank
Eldama Ravine Branch
P.O Box 75104-00200
Nairobi, Kenya
NG-CDFC Account Number: 1310299403791

(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

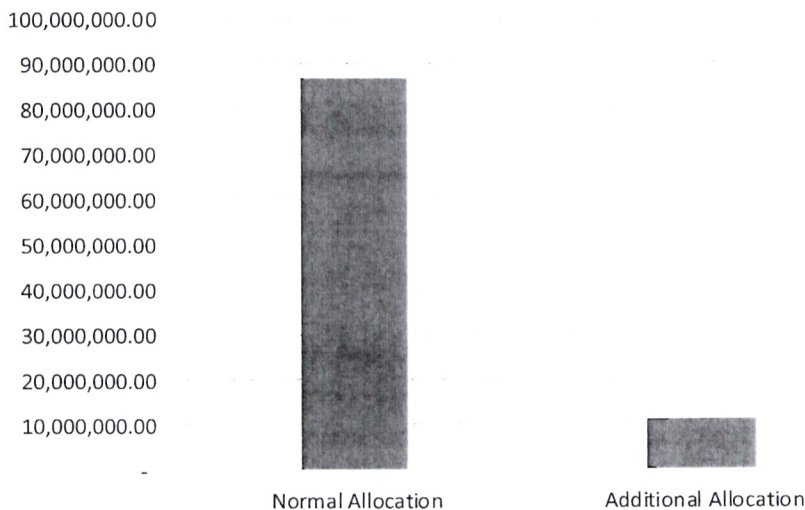
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

Annual Constituency Allocation

I am pleased to present the unaudited financial statements for Eldama Ravine Constituency for the financial year ended 30th June 2018. During the year, the Constituency was allocated a total of Kshs 98,189,655.16 consisting of Kshs 86,810,344.82 as normal allocation and Kshs 11,379,310.34 as additional allocations.



On receipt of the above allocations, Eldama Ravine 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 FY 2017/2018, we received 50% of the normal Constituency funding equivalent to Kshs 43,405,172 and these funds were then disbursed to earmarked projects.

Sector Prioritization

During the year, a total of Kshs 33,389,352.11 was allocated as transfers to other Government Units which consist of transfers to primary schools, secondary schools and tertiary institutions. The funding consisted of Kshs 25,350,000 set aside in normal allocation and Kshs 8,039,352.11 allocated in additional Constituency funding compared to an allocation of Kshs 30,850,000 allocated during the FY 2016/2017. The Committee also allocated Kshs 34,786,206.88 which consists of Kshs 32,970,386.59 in normal allocation and Kshs 1,815,820.29 in additional allocations. These were funds allocated towards other grants and transfers which consists of Bursary, Mocks and CATs, sports, environment and emergency compared to an allocation of Kshs 28,275,862 in the FY 2016/2017. Other allocations during the FY 2016/2017 include Kshs 14,000,000 towards the NG-CDF library and offices and a total of 8,837,068,97 allocated towards administrative costs as well as the NGCDFC monitoring and evaluation programmes. These funding consists of Kshs 7,812,931.03 in normal funding and Kshs 1,024,137.94 in additional allocations.

Sectoral Analysis of Funding

Over the past 10 years, the Constituency has received a total of Kshs 777,951,624.06 which were subsequently been disbursed to various projects in such sectors as education, water, health, roads and bridges, energy, agriculture, security etc in addition to the statutory bursary, emergency, sports, environment, administration and monitoring and evaluation votes. The funding has benefitted over 500 projects and the breakdown in terms of the number of projects funded in these leading sectors over the last five years is as hereunder provided;

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2018

Number of Projects Per Sectors FY2012/13-2017/18 (In Key Sectors)

Sector	Number of Projects						Total
	2017/18	2016/17	2015/16	2014/15	2013/14	2012/13	
Primary Schools	18	28	21	23	23	38	133
Secondary Schools	9	12	17	15	14	21	79
ECD Centres	NIL	NIL	NIL	NIL	5	4	9
Tertiary Institutions	1	1	2	1	1	1	6
Health	NIL	NIL	2	NIL	7	2	11
Water	NIL	NIL	8	5	10	20	43
Security	5	3	3	1	1	1	NIL
Total No Funded	33	44	53	45	61	87	281

Source: Eldama Ravine NGCDF Records (2018)

It is therefore notable that within the education sector, primary schools have realized the highest number of projects funded in the Constituency followed by secondary schools and finally tertiary institutions. Overall, the ranking based on highest number projects funded over the period is has primary Schools as the leading sector followed by secondary Schools, security and finally tertiary Institutions. The sectoral analysis in terms of total funding to the respective sectors over the last 8 years is as hereunder provided;

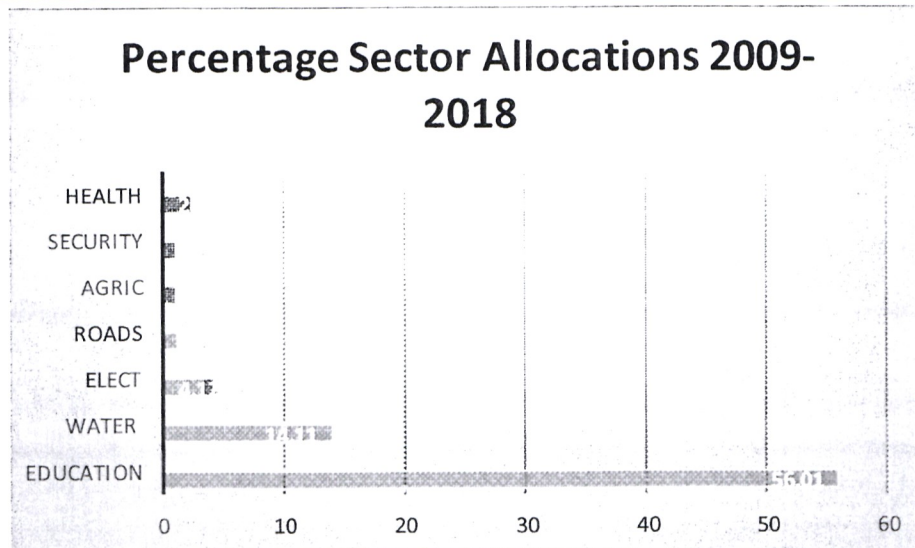
Sectoral Analysis FY2009/10-2017/18 (9 Years)

No	Financial Year	Amount Allocated	% Sectoral Allocation						
			Education	Water	Elect	Roads	Agric	Security	Health
1.	2009/2010	52,511,215.00	41.83	26.95	9.52	3.59	3.99	NIL	1.86
2.	2010/2011	62,427,657.00	57.11	15.03	9.30	0.24	1.33	NIL	3.56
3.	2011/2012	75,846,873.00	52.08	19.56	9.89	3.16	1.58	NIL	1.06
4.	2012/2013	94,242,392.00	56.09	19.81	4.24	2.05	1.80	0.53	1.06
5.	2013/2014	67,697,361.00	59.25	11.61	0.00	0.00	0.00	0.15	10.46
6.	2014/2015	96,609,709.00	61.09	11.90	0.00	0.00	0.00	0.02	0.00
7.	2015/2016	102,287,280.00	57.78	8.01	0.00	0.88	0.00	1.02	0.98
8.	2016/2017	81,896,551.72	63.65	0.00	0.00	0.00	0.00	1.47	0.00
9.	2017/2018	86,810,344.82	55.20	NIL	NIL	NIL	NIL	3.17	NIL
Average % Allocations			56.01	14.11	4.12	1.24	1.09	1.17	2.37

Source: Eldama Ravine NGCDF Records (2018)

From the above, it is evident that the leading sectors over the period are **education, water and electricity (energy)** at an average percentage allocation of **56.01%, 14.11%, and 4.12%** respectively. The percentage allocation to the three sectors is presented graphically as hereunder provided;

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 ELDAMA RAVINE CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2018**



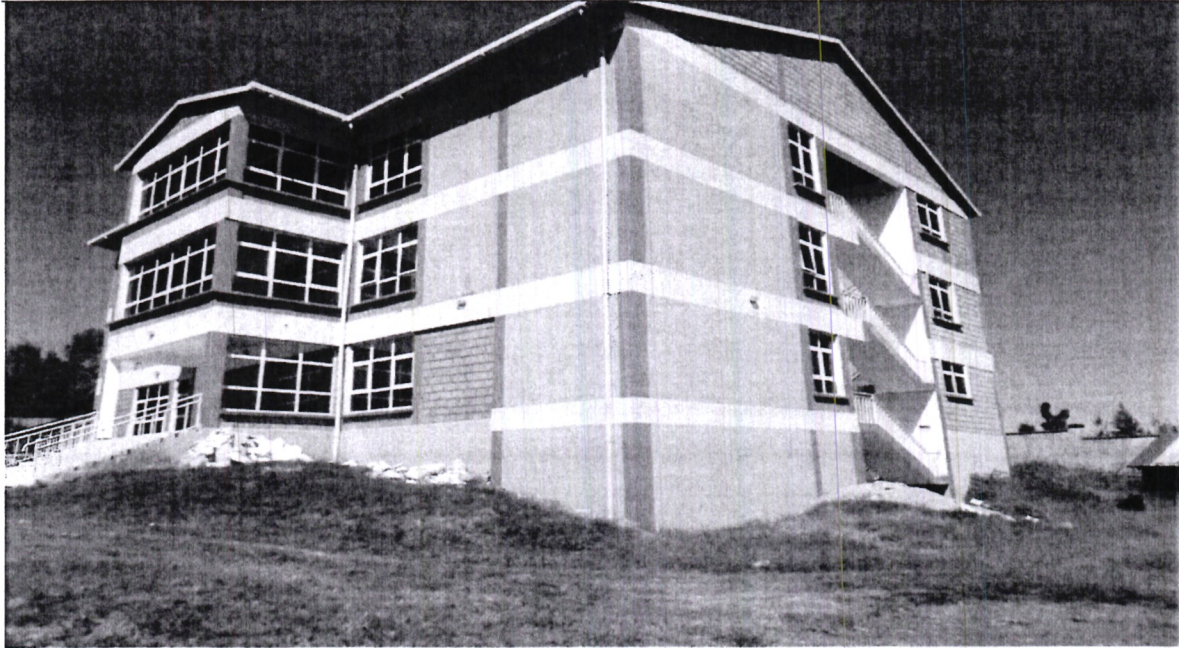
Sectoral Allocation FY2009-2018 Source: Eldama Ravine NGCDF Records (2018)

The NG-CDF (Amendment) Act 2016 introduced a major shift in the scope of projects eligible to be funded. Under this Act only projects falling within the functions of the National Government as outlined in the Constitution of Kenya 2010 will be funded. This effectively means that the Fund has since been concentrating primarily on education, security, sports and environment sectors as well as other national government residual functions. During the FY 2017/2018, the Committee undertook to expedite the disbursement of funds to earmarked projects in accordance with the provisions of the NGCDF Act, 2015, as amended in 2016, and the requirements of the Annual Performance Contract. The disbursements saw the implementation of approved project activities across the Constituency. As at the close of the fiscal year 2017/2018 on 30th June 2018, the funds due to projects was Kshs 132,145 and the overall funds utilization and absorption rate stood at 99 percent. This is an impressive performance realized by the Committee during the year on funds absorption based on funding received from the NGCDF Board.

Achievements and Major Undertakings

During the year, the Committee disbursed a total of Kshs 15,696,000 as bursary to needy students in secondary, tertiary institutions and this benefitted a total of 1,388 students in addition to 92 students in two driving schools. Major physical facilities funded are infrastructure such as classrooms, administration blocks, laboratories, dormitories, toilets, lockers and chairs, desks and equipping of laboratories and libraries. The continued funding towards the education sector in the Constituency has contributed to increased enrolment in primary, secondary and tertiary institutions whilst increasing retention and transition rates while equally reducing the burden of education for low income families. Another major project undertaken during the year is the Eldama Ravine NG-CDF Office and library that comprises a modern Constituency library and other related offices. The first phase of the project is 98 percent complete whereas the second phase of the project is currently ongoing and at 90 percent completion. It is expected that the project will be completed in the FY 2018/2019. Provided below is the current status of the library and offices project situated in Eldama Ravine Town;

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018



Other projects undertaken during the year include the ongoing Kiptuno Primary School administration block and the Eldama Ravine Chief's Office as shown below;



Ongoing Kiptuno Primary School administration block

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
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Above: Eldama Ravine Chief's Office funded in security sector

The Constituency Committee also finalized payment for the purchase of a school bus for Torongo Girls High School as shown hereinbelow;



Inset: School bus purchased for Torongo Girls High School

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

Budgetary Appropriations

During the financial year 2017/2018, the overall budget utilization stood at 99 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 43,405,172 was received against the total allocation of Kshs 98,189,655.16 which consists of Kshs 86,810,344.82 in normal funding and Kshs 11,379,310.34 in additional allocations.

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.

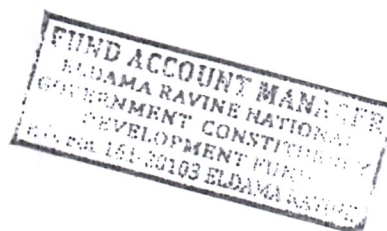
Challenges

Despite the above impressive performance and plans, the Committee has noted various challenges in project implementation and management during the FY 2017/2018. These encompass, inadequate record keeping by project management committees, failure by some project 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 2017/2018 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 2018/2019.

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 2018/2019.



**JOSEPH AYABEI
CHAIRMAN NGCDF COMMITTEE**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 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 in the Public Sector Accounting Standards Board of Kenya from time to time.

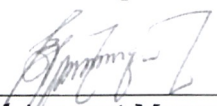
The Accounting Officer in charge of the NGCDF-ELDAMA RAVINE Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2018. 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-ELDAMA RAVINE 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 *Eldama Ravine NGCDF* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2018, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-ELDAMA RAVINE Constituency further confirms the completeness of the accounting records maintained for the *Eldama Ravine NGCDF*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

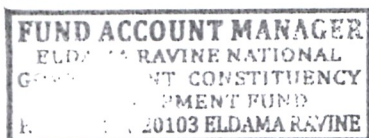
The Accounting Officer in charge of the NGCDF-ELDAMA RAVINE Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for 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.

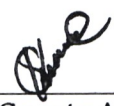
Approval of the financial statements

The NGCDF-ELDAMA RAVINE Constituency financial statements were approved and signed by the Accounting Officer on 21/9/ 2018.



Fund Account Manager
Name: Geoffrey Koech





Sub-County Accountant
Name: Walter Avihama
ICPAK Member Number: 14526

REPUBLIC OF KENYA

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NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND ELDAMA RAVINE CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Eldama Ravine Constituency set out on pages 11 to 30, which comprise the statement of assets as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation: recurrent and development combined 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, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Eldama Ravine Constituency as at 30 June 2018, and (of) its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with National Government Constituencies Development Fund Act, 2015.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund – Eldama Ravine Constituency in accordance with ISSAI 30 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 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. I have determined that there are no other key audit matters to communicate in my report.

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund
Eldama Ravine Constituency for the year ended 30 June 2018*

Other matter

Budget Utilization and Performance

The summary statement of appropriation: recurrent and development combined reflects final budget and actual on comparable basis amounts of Kshs.99,160,850 and Kshs.43,405,172 respectively. This is reflective of budget underfunding of Kshs.55,755,678 or 43.8% due to delay in disbursement by the NGCDF Board. Further, the transfers from NGCDF Board figure in the statement of receipts and payments differs with figure in the summary statement of appropriation: recurrent and development combined by Kshs.838,760. From the foregoing, the Constituents of Eldama Ravine Constituency may have not received services as planned from the delay in the disbursements of funding.

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 matter(s) 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. Unaccounted for Expenditure - Eldama Ravine Library Project

The statement of receipts and payments reflects payments towards acquisition of assets of Kshs.4,669,256 as disclosed under Note 8, to the financial statements. This amount relates to the construction of Eldama Ravine Library project. However, examination of the project file revealed no expenditure records. Consequently, it was not possible to confirm rightful spent of the funds on the project.

2. Incomplete Projects

2.1 Koibatek Technical Training Institute

A review of the Fund payments revealed payment of Kshs.1,063,710 to a contractor towards the construction of perimeter fence and a gate at Koibatek Technical Training Institute. However, physical verification at the project site on 13 March 2019 revealed the following unsatisfactory matters: -

- i. The contract agreement for the project was not provided for audit review, consequently it was not possible to ascertain the contract price and duration of the project;
- ii. Statement for payments made on account was not attached to the payments made, it was therefore not possible to ascertain the basis for the amounts paid;
- iii. The perimeter wall had developed cracks before its completion of works; and

- iv. No drainage holes were provided for on the walls despite having been provided for in the bill of quantities.

It was further established that the contractor had been paid in full contract for the contract as at 30 June 2018 despite the works being incomplete. No explanation has been rendered for the inconsistency.

2.2 Kiptuno Primary School

During the year under review, Kiptuno Primary School was allocated Kshs.500,000 vide cheque No. 4258 dated 4 June 2018 for completion of mini office unit. Information available indicates the project was started in the year 2016/2017 and having been allocated Kshs.500,000. However, it was observed that the school management varied from the approved proposal and added an extension of the staffroom without seeking authority. Physical verification of the project on 13 March 2019 revealed the project was incomplete due to lack of funding. It is not clear why the monitoring and evaluation committee failed to advise the Project Management Committee to seek approval of the NGCDF before embarking on additional works. In the circumstances the public funds may not have been effectively utilized.

3. Non – Acknowledgement of Bursary

An expenditure of Kshs.15,696,000 was incurred during the year under review on bursary disbursements to Secondary and Tertiary Institutions. However, only acknowledgement letters for funds amounting to Kshs.8,768,080 or 56% of the disbursements from beneficiary institutions were made available for audit verifications leaving a balance of Kshs.6,927,920 unconfirmed.

In the absence of acknowledgements, it has not been possible to confirm the bursaries reached the intended beneficiaries.

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, GOVERNANCE AND RISK MANAGEMENT SYSTEMS

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter(s) described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, 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 1315 and ISSAI 1330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, management is responsible for assessing the ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the management either intends to liquidate the National Government Constituencies Development Fund – Eldama Ravine Constituency or to cease operations, or have no realistic alternative but to do so.

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 entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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

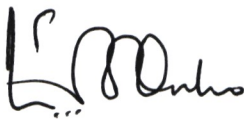
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also: -

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the 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 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 National

Government Constituencies Development Fund – Eldama Ravine Constituency to cease 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.



FCPA Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

26 August 2019

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY**

Reports and Financial Statements

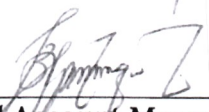
For the year ended June 30, 2018

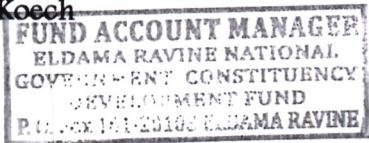
IV. STATEMENT OF RECEIPTS AND PAYMENTS


	Note	2017/2018	2016/2017
RECEIPTS			
Transfers from NGCDF board-AIEs' Received	1	43,405,172	82,396,552
Other Receipts	3	-	11,000
TOTAL RECEIPTS		43,405,172	82,407,552
PAYMENTS			
Compensation of Employees	4	2,083,718	1,899,556
Use of Goods and Services	5	6,255,676	8,139,471
Transfers to Other Government Units	6	7,957,325	58,450,000
Other Grants and Transfers	7	20,173,500	30,520,016
Acquisition of Assets	8	4,669,256	15,000,000
Other Payments	9	3,104,457	545,290
TOTAL PAYMENTS		44,243,932	114,554,333
SURPLUS/DEFICIT		(838,760)	(32,146,781)

NB: The deficit in the statement of receipt and payments was occasioned by expenditure of funds brought forward from FY 2016/2017.

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-ELDAMA RAVINE Constituency financial statements were approved on 21/9/ 2018 and signed by:


Fund Account Manager
Name: Geoffrey Koech



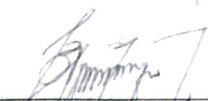

Sub-County Accountant
Name: Walter Avihama
ICPAK Member Number: 14526


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

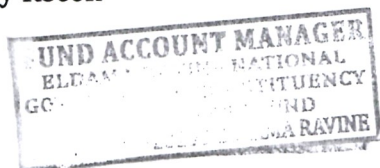
V. STATEMENT OF ASSETS

	Note	2017-2018	2016-2017
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	132,435	971,195
Total Cash and Cash Equivalents		132,435	971,195
Accounts Receivables-Outstanding Imprest	11	-	-
TOTAL FINANCIAL ASSETS		132,435	971,195
FINANCIAL LIABILITIES			
Accounts Payable-Deposits and Retentions		-	-
NET FINANCIAL ASSETS		132,435	971,195
REPRESENTED BY:			
Fund Balance b/fwd 1st July 2017	13	971,195	33,367,976
Surplus/Deficit for the year		(838,760)	(32,146,781)
Prior Year Adjustments	14	-	250,000
NET FINANCIAL POSITION		132,435	971,195

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-ELDAMA RAVINE Constituency financial statements were approved on 24/9/ 2018 and signed by:


Fund Account Manager
Name: Geoffrey Koech


Sub-County Accountant
Name: Walter Avihama
ICPAK Member Number: 14526



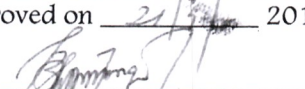
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
ELDAMA RAVINE CONSTITUENCY**


**Reports and Financial Statements
For the year ended June 30, 2018**

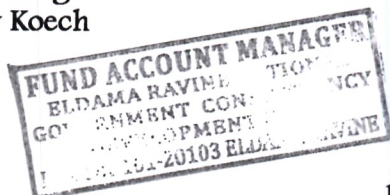
VI. STATEMENT OF CASHFLOW

CASHFLOW FROM OPERATING ACTIVITIES			
Receipts for Operating Income		2017-2018	2016-2017
Transfers from NGCDF Board	1	43,405,172	82,396,552
Other Receipts	3	-	11,000
Total		43,405,172	82,407,552
Payments for Operating Expenses			
Compensation of Employees	4	2,083,718	1,899,556
Use of Goods and Services	5	6,255,676	8,139,471
Transfers to Other Government Units	6	7,957,325	58,450,000
Other Grants and Transfers	7	20,173,500	30,520,016
Other Payments	8	3,104,457	545,290
Total		39,574,676	99,554,333
Adjusted for:			
Adjustments during the year (Outstanding Imprests Surrendered)	14	-	250,000
Net Cash flow from Operating Activities		3,830,496	(17,396,781)
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	10	4,669,256	15,000,000
Net cash flows from Investing Activities		4,669,256	15,000,000
NET INCREASE IN CASH AND CASH EQUIVALENT			
		(838,760)	(32,396,781)
Cash and cash equivalent at BEGINNING of the year	15	971,195	33,367,976
Cash and cash equivalent at END of the year	16	132,435	971,195

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-ELDAMA RAVINE Constituency financial statements were approved on 21/9/18 2018 and signed by:


Fund Account Manager
Name: Geoffrey Koech


Sub-County Accountant
Name: Walter Avihama
ICPAK Member Number: 14526



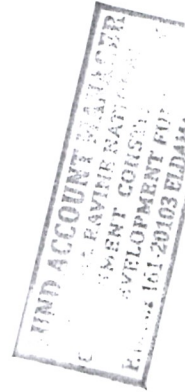
**Reports and Financial Statements
For the year ended June 30, 2018**

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 %
RECEIPTS						
Transfers from CDF Board	86,810,345	12,350,505	99,160,850	43,405,172	54,784,483	45
Other Receipts		-	-	-	-	
PAYMENTS						
Compensation of Employees	2,684,965	1,024,138	3,709,103	2,083,718	1,625,385	56
Use of goods and services	5,127,966	971,195	6,099,161	6,255,676	(156,515)	103
Transfers to Other Government Units	25,350,000	8,039,352	33,389,352	7,957,325	25,432,027	24
Other grants and transfers	32,970,387	1,815,820	34,786,207	20,173,500	14,612,707	58
Acquisition of Assets	14,000,000	-	14,000,000	4,669,256	9,330,744	33
Other Payments	6,677,027	500,000	7,177,027	3,104,457	4,072,570	-
TOTAL	86,810,345	12,350,505	99,160,850	44,243,932	54,784,483	45

1. The overall budget utilization during the financial year 2017/2018 stood at 50%. This was achieved due to delayed receipt of the outstanding 50% of the funding from the NGCDF Board. However, based on the funds received, the utilization rate is 99% overall.

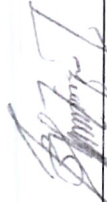
2. A total of Kshs 43,405,172 was received during the FY 2017/2018 and most of which were disbursed to respective projects.



THE GOVERNMENT ACCOUNTANCIES DEVELOPMENT FUND (NGCD) - ELDAMA RAVINE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

3. The overall budget utilization for grants and other transfers stands at 58% and this was occasioned by disbursement of bursary from first and second AIEs received.
4. The overall percentage of utilization for transfers to other government units was 24% and this was occasioned by non-allocation of funds in the first and second AIEs received towards projects in primary, secondary and tertiary institutions.
5. Adjustments indicated above relates to the funds brought forward from FY 2016/2017 of Kshs 971,195 and additional Constituency allocation of Kshs 11,379,310.34 bringing the total amount to Kshs 12,350,505.
6. The total outstanding funding that was not received as at the close of the financial year was Kshs 43,405,172.82 which was equivalent to 50% of the total funding and hence the overall budget utilization of 50% during the FY 2017/2018.
7. The over-expenditure on use of goods and services was due to payment of NGCDFC allowances for the meeting of June convened to deliberate and approve additional project proposals for the Constituency that were urgently needed.

The NGCDF-ELDAMA RAVINE Constituency financial statements were approved on 24/9 2018 and signed by:



Fund Account Manager
Name: Geoffrey Koech



Sub-County Accountant
Name: Walter Avihama
ICPAK Member Number: 14526



NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

VIII. 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-ELDAMA RAVINE 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.

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

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 Funds

Unutilized funds consist of bank balances in the constituency account and previous year(s) balances not yet disbursed by the Board to the constituency at the beginning of the financial year. These balances are available for use in the year under review to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(1) of NGCDF Act, 2015.

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

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 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2018.

14. Errors

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

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

15. Related Party Transactions

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

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

IX. NOTES TO THE FINANCIAL STATEMENTS

I. NOTES TO THE FINANCIAL STATEMENTS			
1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
Description		2017-2018	2016-2017
Normal Allocation	AIE No A855788 Dated 20/01/2018	5,500,000	
	AIE No A892759 dated 24/02/2018	37,905,172	
	AIE No A829533 dated 13/10/2016		4,094,828
	AIE No A839585 dated 17/11/2016		36,853,449
	AIE No A855649 dated 22/02/2017		40,948,275
	AIE No A825721 dated 26/01/2017		500,000
TOTAL		43,405,172	82,396,552
3 OTHER RECEIPTS			
Description			
Sale of tender documents		-	11,000
Total		-	11,000
4 COMPENSATION OF EMPLOYEES			
Description		2017-2018	2016-2017
Basic wages of contractual employees		2,002,918	1,810,456
Basic wages of casual labour		72,000	79,500
Employer contribution to NSSF		8,800	9,600
Total		2,083,718	1,899,556
5 USE OF GOODS AND SERVICES			
Description		2017-2018	2016-2017
Utilities, supplies and services		40,480	20,000

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

Office rent		160,080	-
Communication, supplies and services		100,000	70,000
Domestic travel and subsistence		190,000	140,000
Training expenses		683,000	508,000
Hospitality supplies and services		180,000	297,720
Other committee expenses		1,230,000	1,665,000
Committee allowance		2,420,656	2,779,100
Office and general supplies and services		324,960	445,928
Fuel ,oil & lubricants		-	300,000
Other operating expenses		926,500	1,788,923
Routine maintenance – other assets		-	124,800
Total		6,255,676	8,139,471
6 TRANSFER TO OTHER GOVERNMENT ENTITIES			
Description		2017-2018	2016-2017
Transfers to Primary Schools	<i>(See attached list)</i>	3,000,000	32,350,000
Transfers to Secondary Schools	<i>(See attached list)</i>	2,000,000	25,900,000
Transfers to Tertiary institutions	<i>(See attached list)</i>	2,957,325	200,000
Transfers to Health institutions		-	-
Total		7,957,325	58,450,000
7 OTHER GRANTS AND OTHER PAYMENTS			
Description		2017-2018	2016-2017
Bursary -Secondary	<i>(See attached list)</i>	5,920,500	8,440,600
Bursary -Tertiary	<i>(See attached list)</i>	9,741,000	10,075,500
Bursary-Special schools		34,500	1,558,037
Mocks and CATs		-	560,000
Water			

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

		-	2,300,000
Security	<i>(See attached list)</i>	250,000	1,791,051
Roads		-	900,000
Sports		-	1,500,000
Environment		-	300,000
Emergency Projects (specify)	<i>(See attached list)</i>	4,227,500	3,094,828
Total		20,173,500	30,520,016
8 ACQUISITION OF ASSETS			
Non Financial Assets		2017-2018	2016-2017
Construction of Buildings		4,669,256	15,000,000
Purchase of office furniture and fittings			
Purchase of computers ,printers and other IT equipments			
Total		4,669,256	15,000,000
9 OTHER PAYMENTS			
		2017-2018	2016-2017
Strategic Plan		1,935,200	545,290
Constituency Innovation Hubs	<i>(See attached list)</i>	1,169,257	
TOTAL		3,104,457	545,290
10A: Bank Balances (Cash book Bank Balance)			
Name of Bank, Account No. & currency	Account Number		
<i>Equity Bank, Eldama Ravine Account No 1310299403791</i>		132,435	971,195
Total		132,435	971,195
11. OUTSTANDING IMPRESTS			
Name of Officer	Date Imprest Taken		
Geoffrey Koech	29th June 2016	-	

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
Reports and Financial Statements
For the year ended June 30, 2018

Total		-	
Actual Cash Book Bank Balance			971,195
13 BALANCES BROUGHT FORWARD			
			2016-2017
			Kshs (1/7/2016)
Bank accounts		971,195	33,367,976
Cash in hand			-
Imprest			-
Total		971,195	33,367,976
<i>The above funds brought forward related to approved projects in FY 2016/2017 that were yet to be utilized and hence were brought forward to FY 2017/2018.</i>			
14 PRIOR YEAR ADJUSTMENTS			
		2017-2018	2016-2017
Oustanding Imprest Surrendered			250,000
Outstanding Imprest (Geoffrey Koech)		-	-
Total		-	250,000
15.2: PENDING STAFF PAYABLES (See Annex 2)			
Senior Management		-	-
Middle Management		-	-
Unionisable Staff		-	-
Others (Specify)		-	-
15.3 UNUTILIZED FUNDS (See Annex 3)			
Compensation of Employees	<i>(See attached list)</i>	1,000,000	
Use of goods and services	<i>(See attached list)</i>	2,541,962	971,195
Amounts due to other Government entities	<i>(See attached list)</i>	26,389,352	-
Amounts due to other grants and other transfers	<i>(See attached list)</i>	11,514,655	-
Others Payments	<i>(See attached list)</i>	4,007,770	-
Acquisition of Asset	<i>(See attached list)</i>	9,330,744	
	Total (Kshs)	54,784,483	971,195

NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
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15.4: PMC account balances (See Annex 4)			
			Kshs
PMC Account Balances	<i>(See attached list)</i>	6,242,637.42	16,110,194.65
		6,242,637.42	16,110,194.42
Annex 5: UNUTILIZED FUNDS			
Name	Brief transaction description	Outstanding Balance 2017/2018	Outstanding Balance 2016/2017
Compensation of Employees		1,000,000.00	
Use of goods and services		2,541,962.00	971,195.00
Amounts due to other Government entities		26,389,352.00	-
Sub Total (Kshs)		29,931,314.00	971,195.00
Amounts due to other grants and other transfers		11,514,655.00	-
Sub Total (Kshs)		11,514,655.00	-
Acquisition of Assets		9,330,744.00	-
Sub Total (Kshs)		9,330,744.00	-
Others (Strategic plan)		4,007,770.00	-
Sub Total (Kshs)		4,007,770.00	-
Grand Total		54,784,483.00	971,195.00

ANNEX 6 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost	Additions During the Year (Kshs)	Disposals During the Year (Kshs)	
	(Kshs)	(Kshs)	(Kshs)	(Kshs)
	2016/17			2017/18
Buildings and structures	45,000,000	-	-	49,669,256
Transport equipment	150,000	-	-	150,000
Office equipment, furniture and fittings	491,400	-	-	491,400

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ICT Equipment, Software and Other ICT Assets	247,800	-	-	247,800
Total	45,889,200	-	-	50,558,456

ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2018

NO	PROJECT NAME (PMC)	BANK	BRANCH	ACCOUNT NO	BALANCE 30/6/2018 (KSHS)	BALANCE 30/6/2017 (KSHS)
1	BARINGO HIGH SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310299919619	86,671.17	886,946.17
2	BOITO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262518526	12,002.00	12,002.00
3	CHEPTILILIK PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261502582	26,136.25	751.25
4	ELDAMA RAVINE GIRLS SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262120453	33,353.70	33,353.70
5	ELDAMA RAVINE LIBRARY/OFFICES PROJECT	EQUITY BANK	ELDAMA RAVINE	1310263325454	149,257.33	8,921,998.33
6	EMKWEN PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262666843	200,100.00	100.00
7	EMNG'UNGUNY PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262468421	1,041.00	1,041.00
8	FOOTBALL KENYA FEDERATION KOIBATEK	EQUITY BANK	ELDAMA RAVINE	1310199741477	6,135.00	6,245.00
9	GITHIORO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261451862	1,381.25	2,041.25
10	KABIYET PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261564326	286.25	286.25
11	KAMNGOECH PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310268916243	48,630.00	95.00
12	KAMURA MIXED DAY SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310271843619	799,780.00	-
13	KANJULUL PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310299742776	27.50	39,837.50
14	KAPSIGOT PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261494146	23,930.50	23,930.50
15	KAPSOIT PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261518158	200.00	200.00
16	KENYA VOLLEYBALL FEDERATION KOIBATEK	EQUITY BANK	ELDAMA RAVINE	1310199938804	2,343.35	2,343.35
17	KIBARASSOI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261629245	1,540.50	1,540.50
18	KIMAMOI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262553118	5.00	124,985.00
19	KIPKORIONY DAY SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310276396957	1,920.00	-
20	KIPLOMBE SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262170470	856.50	600,756.50
21	KIRIMA PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262041772		65.00

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					65.00	
22	KIROBON PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262467525	3,775.00	749,050.00
23	KOKWOMOI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310268896197	500,340.00	615.00
24	LEBOLOS SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310298376674	77.25	77.25
25	LELGEL DAY SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310276861801	39,560.00	-
26	MAJI MAZURI DAY SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310299444374	11,742.50	11,742.50
27	MAJI MAZURI FOREST PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261502751	4,057.50	4,057.50
28	MAJI MAZURI GIRLS SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310298335589	38,570.00	38,570.00
29	MAJI MAZURI MIXED SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310299444374	11,742.50	11,742.50
30	MORINGWO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310276899379	520.00	-
31	MUMBERES PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262170069	332.85	2,630.00
32	NAITILI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261489222	200,017.00	65.40
33	NYAKIO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261555552	1,283.00	320,808.00
34	ORAPYEMIT PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261483122	1,323.75	1,323.75
35	SABATIA PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262025372	266,527.50	266,527.50
36	SAGAT SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310299372610	1.50	1.50
37	SINONIN SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261460393	523.00	698,642.50
38	SINONIN TUIKON WATER PROJECT	EQUITY BANK	ELDAMA RAVINE	1310299721085	2,644,585.77	3,061,936.77
39	SOGONIN PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261539092	976.25	1,086.25
40	SOIBEI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261458001	335.00	720.00
41	SOLIAN MIXED DAY SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262453372	3,900.00	14,010.00
42	SOYMINING DAY SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310263659579	101.00	66.00
43	SOYMINING PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261410763	4,586.25	4,586.25
44	ST MARYS BOITO SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261473348	27,334.50	27,334.50
45	ST PATRICKS SHIMONI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310263667921	7,664.00	7,664.00
46	TAMBARAS PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262506692	2,630.00	2,630.00
47	TAMKET PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261502198		204,740.00

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					530.00	
48	TARIGO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310266577766		
					560.00	560.00
49	TEBESWET PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310276193839	1,000.00	-
50	TINET SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310298188866	2,227.50	2,227.50
51	TIRIPKATOI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261482983	911.25	68,021.25
52	TOLMO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261514438	43,842.50	1,282.50
53	TORONGO GIRLS SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262072239	2,944.00	969.00
54	TORONGO PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310262402613	1,155.00	1,155.00
55	TUGUMOI KOIBATEK SECONDARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310260530621	51,545.00	51,545.00
56	TUGUMOI PRIMARY SCHOOL	EQUITY BANK	ELDAMA RAVINE	1310261464606	3,394.75	3,394.75
57	TUGUMOI YOUTH POLYTECHNIC	EQUITY BANK	ELDAMA RAVINE	1310261520801	76.25	76.25
58	BHAKITA MIXED SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1112826440	3,200.00	3,700.00
59	CHEMUSUSU PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1109526687	421.35	421.35
60	CHERAIK PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1121040276	3,532.30	378,159.05
61	EQUATOR AP CAMP	KCB	ELDAMA RAVINE	1170667376	-	780.10
62	EQUATOR PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1113888873	3,104.50	3,220.00
63	IGURE PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1112896910	1,171.30	1,171.30
64	KABOR PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1136434194	90,170.80	100,439.95
65	KAMASABA PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1125988592	2,947.35	60,271.95
66	KAMELILO DAY SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1113156449	3,380.00	3,580.00
67	KAPCHOLOI PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1112146989	3,390.05	3,295.85
68	KEWANGOI PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1112926798	2,165.15	2,165.15
69	KIPKABER PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1109377665	95,960.00	19,187.10
70	KIPKORIONY PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1121746128	7,407.00	302,069.75
71	KIPTUNO PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1126149225	1,546.95	499,965.85
72	KIPTUNO SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1136046879	4,844.70	22,664.70
73	KOKORWONIN PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1109526687	421.35	421.35

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74	LALUT PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1109625820	3,004.20	2,660.00
75	LELGEL PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1116021188	91.70	207.20
76	MOI HIGHLAND MIXED HIGH SCHOOL	KCB	ELDAMA RAVINE	1119056160	675.00	675.00
77	MUMBERES GIRLS HIGH SCHOOL	KCB	ELDAMA RAVINE	1117394492	5,177.00	5,147.65
78	MUSERECHI DAY SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1119436850	910.00	13,630.00
79	MWACHON PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1130042537	210,151.45	506.95
80	NAKURTAKWEI PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1112296786	1,200.75	107,649.80
81	NGARIE PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1109592817	475.00	1,245.00
82	POROR HIGH SCHOOL	KCB	ELDAMA RAVINE	205750090	780.00	1,280.00
83	POROR PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1132457467	225.60	225.60
84	SABATIA SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1138669849	3,025.00	3,525.00
85	SAOS HIGH SCHOOL	KCB	ELDAMA RAVINE	1119517745	21,884.50	22,084.50
86	SEGUTON CHIEFS OFFICE	KCB	ELDAMA RAVINE	1208619691	1,790.00	55,200.00
87	SEGUTON PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1130350622	1,841.25	56,910.00
88	SIGORO PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1112735577	719.10	719.10
89	SIMOTWET DAY SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1137027533	200,865.00	865.00
90	SINENDE PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1116386763	1,550.15	38,538.60
91	SOLIAN GIRLS HIGH SCHOOL	KCB	ELDAMA RAVINE	1117601544	1,784.20	1,784.20
92	SOLIAN PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1126355631	889.75	889.75
93	ST MARYS ANDAMA PRIMARY SCHOOL	KCB	ELDAMA RAVINE	1137203358	251,763.45	1,878.95
94	TIMBOROA SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1105023648	26,952.05	590.05
95	TOLMO SECONDARY SCHOOL	KCB	ELDAMA RAVINE	1116668289	3,506.00	3,506.00
96	TONIOK GIRLS HIGH SCHOOL	KCB	ELDAMA RAVINE	205780239	14,255.00	14,486.00
97	TULWOMOI PRIMARY SCHOOL	KCB	ELDAMA RAVINE	105117429	1.30	2,158.40
TOTAL AMOUNT HELD IN PMC ACCOUNTS AS AT 30TH JUNE 2018					6,242,637.42	16,110,194.65

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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.

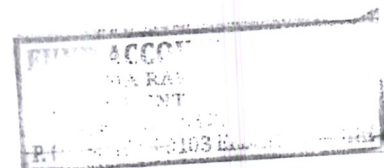
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Unreconciled Difference between the Figures Reported in the Financial Statements and Trial Balance	<p>We take note of the provisions of Section 81(3) of the Public Finance Management Act, 2012 which requires an accounting officer to prepare the financial statements in a form that complies with the relevant accounting standards prescribed by the International Public Sector Accounting Standards Board.</p> <p>We therefore wish to confirm that we took noted of the variance indicated in the audit report and the corrected trial balance as well as the statement of assets as at 30th June 2017 were amended and presented in a form that complies with relevant accounting standards.</p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Unreconciled Cash and Cash Equivalents	<p>The cash book had been undercasted by Kshs 290,000 and the Sub County Accountant noted the anomaly and subsequently corrected the Cash book to reflect the correct figure of Kshs 971,195 which</p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved

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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><i>corresponds to the figure in Statement of Asset as at 30th June 2017.</i></p> <p><i>The above figure is also in the financial statements which is in compliance with the Internal Public Sector Accounting Standards requirements on fair presentation of the financial position of the entity.</i></p>			
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Stale Cheques	<p><i>The stale cheques totalling Kshs 59,136 were written back to the cashbook and a copy of the cashbook corroborating the same was forwarded to the auditor general.</i></p> <p><i>The adjusted cashbook therefore reflects the true and accurate position of the cash and cash equivalents.</i></p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Unsupported Expenditure- Transfers to other government entities and grants and other transfers	<p><i>The schedule of the payments relating to projects were forwarded to the auditor general as required fully accounting for all the funds disbursed to PMCs and in support of every expenditure they made in project implementation.</i></p> <p><i>The required expenditure returns as well duly accounting for the funds</i></p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved

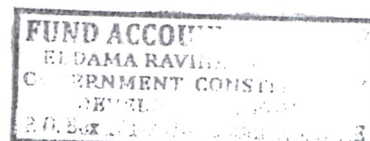
NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p><i>disbursed in FY 2016/2017 as was required.</i></p> <p><i>The financial statements expenditures are therefore supported in a form that complies with the relevant accounting standards prescribed by the International Public Sector Accounting Standards Board.</i></p>			
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	<i>Non-Maintenance of Attendance Registers</i>	<i>The relevant copies of the minutes and attendance registers for the meetings held in FY 2016/2017 in support of the payments were forwarded to the auditor general as required.</i>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Non-Acknowledgement of Bursary	<p><i>We wish to confirm that the NGCDF office has made all efforts in writing and follow ups to ensure that bursary disbursed in support of secondary school students are duly acknowledged by the respective institutions and official receipts issued.</i></p> <p><i>Accordingly, the required copies of acknowledgement receipts from the various secondary, tertiary and special institutions pertaining to the bursary disbursement in the FY 2016/2017 were therefore forwarded fully accounting for the above funds disbursements.</i></p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved



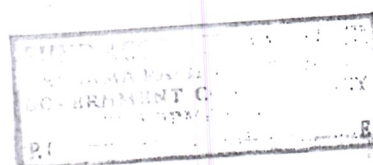
NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
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 For the year ended June 30, 2018

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)
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Unspent Funds- Transfer to Secondary Schools	<p><i>We wish to confirm the last disbursement being the funding for the FY 2015/2016 totalling Kshs 51,787,280 was received from the NGCDF Board vide a third AIE No A825721 dated 16th June 2016. Given that there was a short time before the end of the financial year, most of these funds could not be disbursed to commence the various planned project activities and hence remain unspent and were rolled over for spending in FY 2016/2017.</i></p> <p><i>During its meeting of 17th June 2016 vide MIN5/17/06/2016, the Committee approved that the funding shall be disbursed to all the initial intended projects to commence the earmarked project activities without reallocation.</i></p> <p><i>Minutes of the said deliberations were then forwarded to the NGCDF Board for approval as required by Section 117 of the Public Finance Management Act, (Regulations) 2015 and Section 26 (l) of the NGCDF Act, 2015 (As amended in</i></p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved



NATIONAL GOVERNMENT ENTITY - (ELDAMA RAVINE)
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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><i>2016) which states that "Constituencies with unspent funds at the end of the financial year shall submit new proposals to the Board for approval.</i></p> <p><i>We also wish to indicate that the NGCDF Committee will strive to adhere to the provisions of the NGCDF Act, 2015 (As amended in 2016) which stipulates that once funds allocated to a particular project, they shall remain allocated to the project unless reallocated to another project in which case this was not done to the unspent funds at the end of the year.</i></p>			
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Project implementation	<p><i>We wish to indicate that the NGCDF Committee in its various communications to the project management committees has been categorical that accounting for all the funds disbursed to implement specific project activities was mandatory. Similarly follows ups have been made with the respective PMCs to provide returns including those noted during the audit process.</i></p> <p><i>It is also confirmed that all the funded project activities were implemented, and funds</i></p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved



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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)
		<i>utilized as earlier approved by the NGCDF Board and there was no loss of public funds thereto.</i>			
SR/ELDAMA RAVINE CDF/3 dated 13 th June 2018	Failure to Maintain a Risk Register	<p><i>We wish to confirm that the National Government CDF Board communicated on the need to evaluate various risks, assess the likelihood of occurrence of the said risks as well as estimating their level of significance.</i></p> <p><i>The exercise was commenced at the headquarters and latter cascaded to Eldama Ravine Constituency by the lead firm Risk Africa Ltd duly engaged by the NGCDF Board for the exercise in compliance with the Treasury Circular No 3/2009 of 23rd February 2009 on implementing Risk Management Strategies in Public Institutions.</i></p> <p><i>The risk register for the Constituency had therefore been reviewed and forwarded to the NGCDF Board through Risks Africa Ltd as well as to auditor general as required.</i></p>	Geoffrey Koech Fund Account Manager	Resolved	N/A as the issue has been resolved

