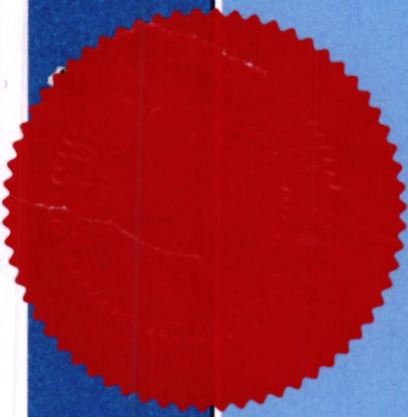


REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 24 JUL 2024	DAY OF WEDNESDAY
TABLED BY:	MAJORITY PARTY WHIP
CLERK AT THE TABLE:	MOSES LOMALE FREDERICK MUR

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REPORT

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2023**



CHESUMEI CONSTITTUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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



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I. Acronyms and Abbreviations

Provide a list of all applicable acronyms and abbreviation e.g.

NGCDF-National Government Constituency Development Fund
PFM-Public Finance Management
IPSAS-International Public Sector Accounting Standards.
PMC- Project Management Committee
FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

***CHESUMEI Constituency
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- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Harun K. Chebii
2.	Sub-County Accountant	Sabina Chemutai
3.	Chairman NGCDFC	Paul Tiongik
4.	Member NGCDFC	Nomilif Kipkemboi

(c) Fiduciary Oversight Arrangements

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

(d) Chesumei Constituency NGCDF Headquarters

P.O. Box 40-30300,
NG-CDFC Building-Chemundu,
Chepterit- Baraton Road
Kapsabet, KENYA

(e) Chesumei Constituency NGCDF Contacts

Telephone: (254) 0721524086, 0772143922
E-mail: chesumeicdf@ngcdf.go.ke/ hchebii@ngcdf.go.ke
Website: www.go.ke

(f) Chesumei Constituency NGCDF Bankers

Constituency CDF main banker:
Equity Bank, Kapsabet Branch
A/C No. 0490261189435
P.O Box 272-30300
Kapsabet, Kenya

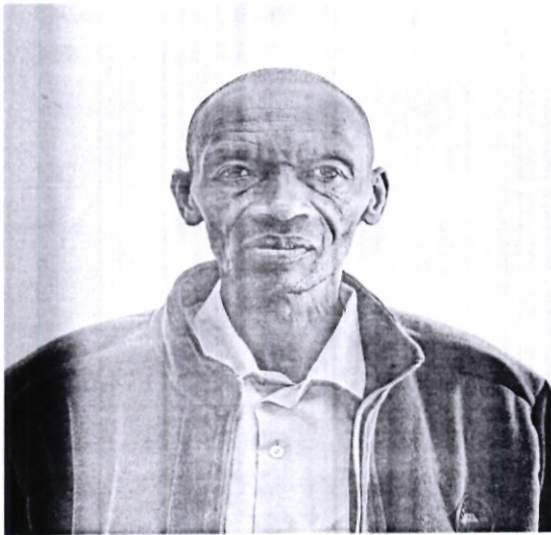
(g) Independent Auditors

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

(h) Principal Legal Adviser

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

III. NG-CDFC Chairman's Report



PAUL K. TIONGIK-NGCDFC CHAIRMAN

During the year under review, the Constituency was able to absorb funds up to **70%** of the total budget. This was mainly due to late disbursement of funds from the Board.

Achievements and Major Undertakings

During the year, the Committee disbursed a total of Kshs **37.5 M** as bursary to needy students in secondary and tertiary institutions and this benefitted over 3000 students in various institutions. Major physical facilities funded are educational infrastructure such as classrooms, administration blocks, laboratories, dormitories and toilets. The committee is also funding the construction of Chiefs' offices as a way of enhancing security of our people. 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.

Budgetary Appropriations

During the financial year 2022/2023, the overall budget utilization stood at 70% percent based on the funds received against the total budget for the year. This was achieved due to expeditious disbursement of funds received to earmarked projects by the NGCDF Committee despite delay in disbursement from the NG-CDFB. During the period **Kshs 124,949,505** was received against the total expected budget of Kshs 179,037,108. Out of the received amount, a total of Ksh 76,791,825 was spent on various programmes.

Development Planning

The National Government Constituency Development Funds continue to draw a lot of interest from the community and various stakeholders. This has seen the receipt of many proposals from the community spanning various sectors. To ensure focus and fast track Constituency development, the Committee is planning to develop a five-year strategic plan as a blue print 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,

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strengthening operations and ensuring that the Committee, its employees and other stakeholders are working towards a common goal.

Challenges

Despite the above impressive performance and plans, the Committee has noted various challenges in project implementation and management during the FY 2022/2023. These includes, inadequate record keeping by PMCs, 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..

The NG-CDFC plans to continue with the capacity building as well as monitoring and evaluation programmes during the ensuing financial year so as to strengthen service delivery to the constituents.



.....
PAUL TIONGIK
CHAIRMAN NGCDF COMMITTEE

IV. Statement Of Performance Against Predetermined Objectives for FY 2022/23

Introduction

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

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

Strategic issue	Strategic objective(s)
Education	<ul style="list-style-type: none"> • To achieve 100% transition of pupils in primary schools • To achieve 100% transition of students in secondary schools • To achieve 100% transition of students to Universities or and other tertiary institutions • To attain a sub-county mean score of 280 and above in KCPE • To attain a sub-county mean score of 6 and above in KCSE • To have adequate and quality infrastructure in all educational institutions
Security & Administration	<ul style="list-style-type: none"> • To have peace and tranquillity in the constituency • To have administration and security personnel work and live in a conducive environment.
Environment	<ul style="list-style-type: none"> • To have the environment preserved for posterity • To have a clean environment • To have a better environment
Sports	<ul style="list-style-type: none"> • To have the talented in the constituency realize their full potential • To have adequate facilities for different sports within the constituency
Gender/Youth/Women/PLWDs	<ul style="list-style-type: none"> • To empower the youth • To empower the women • To have people living with disability (PLWDs) lead quality lives
ICT	<ul style="list-style-type: none"> • To have ICT hubs in place • To have constituents easily access ICT training facilities
Housing	<ul style="list-style-type: none"> • To have adequate housing in educational institutions • To have security and administration personnel living in descent houses
Health	<ul style="list-style-type: none"> • To have more trained health professionals • To have constituents register for insurance fund
Manufacturing	<ul style="list-style-type: none"> • To have more investments within the constituency

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Food security	<ul style="list-style-type: none"> To have adequate & extra production of food for all To have knowledgeable farmers
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Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have adequate and quality infrastructure in all educational institutions	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	-number of usable physical infrastructure build in primary, secondary, and tertiary institutions -number of bursary beneficiaries at all levels	-During FY 2022/2023, we increased the number of new classrooms as well as renovating several others. - Over 4000 students benefited from bursary award
Security	•Construct more offices for administrators	-More offices for administrators - Reduced crime rates	-No of administrative offices constructed	-No of administration offices increased from 14 to 15
Environment	•Organize for training of constituents on conservation of the environment	<ul style="list-style-type: none"> To have the environment preserved for posterity To have a clean environment 	-No. Of sensitisation workshops -No of institutions receiving funding for environment activities	- 2 sensitisation workshops organised for both the NGCDFC and the PMCs -Funds allocated for water harvesting in 20 learning institutions
Sports	-To have the talented in the constituency realize their full potential -To have adequate facilities for different sports within the constituency	-More sports men and sports women from the constituency - Realization of potential of the talented	-No of sports activities supported -No of teams participating in the tournament	Funds allocated for Constituency tournament

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Disaster Management	-Organise training for the NGCDFC and Staff on disaster management	-To mitigate the effects of an emerging disaster	-No. Of trainings organised	- 2 trainings sessions organised for both the NGCDFC and the Staff
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V. Statement of Governance

THE NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND COMMITTEE

Composition

The NGCDF Committee is composed of the following;

1. The National Government Official responsible for coordination of National Government Functions.
2. Two men each nominated in accordance with regulations to be formulated, one of whom shall be a youth at the date of appointment.
3. Two Women each nominated in accordance with regulations to be formulated, one of whom shall be a youth at the date of appointment.
4. One person with disability nominated by a registered group representing persons with disabilities in the constituency.
5. Two persons nominated by the constituency office
6. The officer of the Board seconded to the constituency.
7. One person co-opted by the CDF Board in accordance with regulations made by the Board.

Names of the above persons shall be submitted by the Board to the National Assembly for approval before publication by the Board.

Their term of office shall be 2 years and shall be renewable, but shall expire upon appointment of a new constituency committee.

The quorum of the Constituency Committee shall be one half of the total membership.

The Fund Account Manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.

The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

Removal of Committee Member

A member of the Constituency Committee may be removed from office on any one or more of the following grounds;

- (a) lack of integrity;
- (b) gross misconduct;(objectionable action that is willful and cannot be described as mistake or negligence)
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) promoting unethical practices;
- (f) causing disharmony within the committee;
- (g) Physical or mental infirmity.

A decision to remove a member shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. (Rules of Natural Justice must apply i.e. No man can judge his own case, right to a fair and impartial hearing)

The functions of a Constituency Committee shall be to –

- ✓ build the capacity of project management committees and sensitize the Community on the operations of the Fund;
- ✓ consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- ✓ ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- ✓ Ensure project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans.
- ✓ Satisfy itself that the projects submitted to the board fall under the functions of the National Government under the constitution.
- ✓ Consult with relevant government departments to ensure cost estimates for projects are realistic.
- ✓ Enter into memoranda of understanding for joint projects.
- ✓ Rank projects in order of priority but ensure that on-going projects take precedence.
- ✓ Ensure all projects receive adequate funding and are completed within 3 years.
- ✓ Where project involves the purchase of land or buildings, ensure ownership documents are authenticated with relevant government agencies.
- ✓ Monitor the implementation of projects in accordance with a framework issued by the Board.
- ✓ Ensure project reports are prepared and submitted to the Board.
- ✓ Ensure formation of PMC's, opening of accounts, implementation of projects and closure of projects.

The committee is being inducted through NGCDFC trainings organised by both the board and the Constituency for purposes of building capacity on project management and good governance.

The remuneration for the committee (payment of applicable allowances) is drawn from the administration and recurrent and monitoring and evaluation votes. The Act provides for a maximum of 24 sittings in a financial year, including sub-committee meetings. However, during the financial year 2022/2023, the committee held 16 meetings and therefore operating within the requirements of the act.

Risk Management: This involves understanding, analysing and addressing risk to make sure the organization achieve its objectives.

The constituency has put in place a Risk register for tracking and monitoring risks through Key Risk Indicators (KRIs) and compliance attestation.

VI. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

- a. **Education and Training:** Chesumei NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

Protection of the environment in which we live and operate is part of Chesumei NG-CDF initiatives. Care for the environment is one of our key responsibilities and an important aspect in the way in which we carry out our operations.

In this policy statement Chesumei NG-CDF commits to:

- Organize for training of constituents on conservation of the environment
- Regularly communicating our environmental performance to our employees and other significant stakeholders

3. Employee welfare

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

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

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

4. Market place practices-

Chesumei NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Chesumei NGCDF has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. We have also engaged the community through sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act.

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

The NG CDFC during bursary programme engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.

Chesumei NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



.....
Harun K. Chebii
Fund Account Manager.

VII. Statement Of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Chesumei 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, 2023. 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-Chesumei Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF- Chesumei Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Chesumei Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted

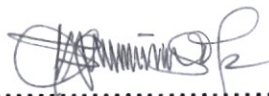
for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Chesumei Constituency financial statements were approved and signed by the Accounting Officer on 22/3 2024.



.....
Name: Paul Tiongik
Chairman – NGCDF Committee



.....
Name: Harun K. Chebii
Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - CHESUMEI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Chesumei Constituency set out on pages 1 to 43, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the

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

In my opinion, except for the effects of the matter described in the basis for qualified opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Chesumei Constituency as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

Unsupported Project Management Committee (PMC) Bank Balances

Note 19.4 to the financial statements reflects Project Management Committee (PMC) bank balances of Kshs.4,240,987 in respect to thirty-four (34) bank accounts in various commercial banks as detailed in Annex 5 to the financial statements. However, cash books, banks reconciliation statements, certificate of bank balance and bank statements for the thirty-four (34) bank accounts were not provided for audit review.

In the circumstances, the accuracy and completeness of the Project Management Committee bank balances could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Chesumei Constituency Management in accordance with ISSAI 130 on the 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects receipts budget and actual on a comparable basis of Kshs.179,037,108 and Kshs.124,949,505, respectively resulting to under-funding of Kshs.54,087,603 or 30% of the budget. Similarly, the Fund spent Kshs.76,791,826 against actual receipts of Kshs.124,949,505 resulting to an under-utilization of Kshs.48,157,679 or 39% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

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

Unresolved Prior Year Audit Matters

In the audit report of the previous year, several issues were raised under the Report on the Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management had not resolved the issues or provided explanation for failure to implement the recommendations.

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 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

Non-Implementation of Approved Projects

During the year under review, the Fund had planned to implement one hundred and sixteen (116) projects with a budget of Kshs.184,945,476. However, out of this number, one hundred and eleven (111) projects costing Kshs.139,037,385 or 96% of the projects had not started.

In the circumstances, value for money on one hundred and eleven (111) projects with an approved budget of Kshs.139,037,385 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 controls, 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 controls, risk management and overall governance.

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 Fund's 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 Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to 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 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

17 May, 2024

CHESUMEI Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	91,000,000	182,177,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		91,000,000	182,177,758
Payments			
Compensation Of Employees	4	2,975,132	3,396,645
Committee expenses	5	4,266,540	7,450,900
Use Of Goods and Services	6	3,322,834	5,012,224
Transfers To Other Government Units	7	15,650,000	92,605,510
Other Grants and Transfers	8	50,577,320	91,576,326
Acquisition Of Assets	9	-	199,680
Constituency oversight Committee	10	-	-
Other Payments	11	-	-
Total Payments		76,791,826	200,241,284
Surplus/ (Deficit)		14,208,174	(18,063,526)

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

The Constituency financial statements were approved by the NGCDFC on 22/3/ 2024 and signed by:



Fund Account Manager

Name: Harun K. Chebii



National Sub-County
Accountant

Name: Sabina Chemutai
ICPAK M/No:



Chairman NG-CDF
Committee

Name: Paul K. Tiongik

CHESUMEI Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

X. Statement Of Assets and Liabilities As At 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	48,157,679	33,949,505
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents	.	48,157,679	33,949,505
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		48,157,679	33,949,505
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		48,157,679	<u>33,949,505</u>
Represented By			
Fund Balance B/Fwd	15	33,949,505	52,013,031
Prior Year Adjustments	16	-	-
Surplus/Deficit for The Year		14,208,174	(18,063,526)
Net Financial Position		48,157,679	<u>33,949,505</u>

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

The Constituency financial statements were approved by NG CDFC on 22/31 2024 and signed by:



Fund Account Manager

Name: Harun K. Chebii



National Sub-County Accountant

Name: Sabina Chemutai
ICPAK M/No:



Chairman NG-CDF Committee

Name: Paul K. Tiongik

CHESUMEI Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

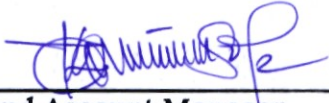
XI. Statement Of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	91,000,000	182,177,758
Other Receipts	3	-	=
Total Receipts		91,000,000	182,177,758
Payments			
Compensation Of Employees	4	2,975,132	3,396,645
Committee Expenses	5	4,266,540	
Use Of Goods and Services	6	3,322,834	12,463,124
Transfers To Other Government Units	7	15,650,000	92,605,510
Other Grants and Transfers	8	50,577,320	91,576,326
Other Payments	11	-	-
Total Payments		76,791,825	(200,041,604)
Total Receipts Less Total Payments			
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		14,208,174	(17,863,846)
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	(199,680)
Net Cash Flows from Investing Activities		-	(199,680)
Net Increase In Cash And Cash Equivalent		14,208,174	(18,063,526)
Cash & Cash Equivalent At Start Of The Year	11	33,949,505	52,013,031
Cash & Cash Equivalent At End Of The Year		<u>48,157,679</u>	<u>33,949,505</u>

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

The Constituency financial statements were approved by NG CDFC on 22/3/ 2024 and signed by:

CHESUMEI Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023



Fund Account Manager

Name: Harun K. Chebii



**National Sub-County
Accountant**

Name: Sabina Chemutai



**Chairman NG-CDF
Committee**

Name: Paul K. Tiongik

XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2022/2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022/2023	2022/2023		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NG-CDF Board	145,087,603	33,949,505	0	179,037,108	124,949,505	54,087,603	
Proceeds from Sale of Assets				0	-	-	
Other Receipts				0	-	-	
TOTAL RECEIPTS	145,087,603	33,949,505	0	179,037,108	124,949,505	54,087,603	70%
PAYMENTS							
Compensation of Employees	3,621,340	2,441,056		6,062,396	2,975,132	3,087,264	49%
Committee expenses	4,598,000			4,598,000	4,266,540	331,460	93%
Use of goods and services	6,289,420	769,006		7,058,426	3,322,834	3,735,592	47%
Transfers to Other Government Units	71,032,810	15,650,000		86,682,810	15,650,000	71,032,810	18%
Other grants and transfers	57,546,033	15,089,443		72,635,476	50,577,320	22,058,156	70%
Acquisition of Assets	0			-	-	-	
Other Payments	2,000,000			2,000,000	-	2,000,000	0.0%
TOTAL	145,087,603	33,949,505	0	179,037,108	76,791,826	102,245,282	43%

Explanatory Notes.

-The underutilization (below 90%) was as result of late disbursement of funds from the NGCDF Board

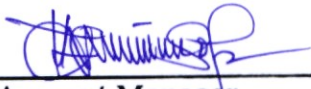
-The changes between the original budget and the final budget was occasioned by the opening Cash Book balances at the beginning of the year.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	102,245,282
Less undisbursed funds receivable from the Board as at 30 th June 2023	54,087,603
	48,157,679
Increase/(decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-

CHESUMEI Constituency
National Government Constituencies Development Fund (NGCDF)
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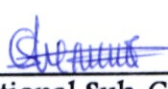
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30, June 2023	48,157,679

The Constituency financial statements were approved by NG CDFC on 22/8/ 2024 and signed by:



Fund Account Manager

Name: Harun K. Chebii



National Sub-County Accountant

Name: Sabina Chemutai
ICPAK M/No:



Chairman NG-CDF Committee

Name: Paul K. Tiongik

XIII. Budget Execution by Sectors and Projects for The Year Ended 30th June 2023

Programme/Sub-programme (c)	Original Budget(a) 2022-2023	Adjustments(b)		Final Budget c = (a+b) 2022-2023	Actual on comparable basis(d) 2022-2023	Budget utilization difference(e = c-d)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements			
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and recurrent						
1.1 Compensation of employees	3,621,340	2,441,056.00		6,062,396	2,975,132	3,087,264
1.2 Committee allowances	2,598,000			2,598,000	1,719,115	878,885
1.3 Use of goods and services	3,936,792	769,006.00		4,705,798	2,462,460	2,243,338
Total	10,156,132		-	13,366,194	7,156,707	6,209,487
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,270,000			1,270,000	728,500	541,500
2.2 Committee allowances	2,000,000			2,000,000	1,609,000	391,000
2.3 Use of goods and services	1,082,628			1,082,628	860,374	222,254
Total	4,352,628		-	4,352,628	3,197,874	1,154,754
3.0 Emergency						
Emergency	7,636,190	9,202,451		16,838,641	12,872,369	3,966,272
Total	7,636,190	9,202,451		16,838,641	12,872,369	3,966,272
4.0 Bursary and Social Security						
4.1 Secondary Schools	20,271,901			20,271,901	20,270,019	1,882
4.2 Tertiary Institutions	15,000,000	272,221		15,272,221	13,699,856	1,572,365
4.3 Social Security	1,800,000	4,280,386		6,080,386	1,845,000	4,235,386
4.4 Special Needs	1,200,000			1,200,000	1,200,000	-
Total	38,271,901	4,552,607	-	42,824,508	37,014,875	5,809,633
5.0 Sports	2,537,942					
5.1		11,094		2,549,036		2,549,036
						-

CHESUMEI Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
Total	2,537,942	11,094		2,549,036		2,549,036
6.0 Environment						
NG-CDF OFFICE		378,100.00		378,100		378,100
AIC MOI KAPKUTO SECONDARY		4,000		4,000		4,000
ST STEPHEN KIPTUIYA SECONDARY		41,190		41,190		41,190
AIC Baraton primary school	120,000			120,000		120,000
Namgoi primary School	120,000			120,000		120,000
Chemundu primary School	120,000			120,000		120,000
PAG Jerusalem academy primary School	120,000			120,000		120,000
Kiboswa primary school	120,000			120,000		120,000
SDA kapkonjusmo primary school	120,000			120,000		120,000
St peters chemamul primary school	120,000			120,000		120,000
St francis rongit primary School	120,000			120,000		120,000
Nduroto primary school	120,000			120,000		120,000
Chemuswo primary school	120,000			120,000		120,000
Kapkemel primary school	120,000			120,000		120,000
Kapkuto primary school	120,000			120,000		120,000
Talai primary school	120,000			120,000		120,000
Tuiyobei primary school	120,000			120,000		120,000

CHESUMEI Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget(a) 2022-2023	Adjustments(b)		Final Budget c = (a+b) 2022-2023	Actual on comparable basis(d) 2022-2023	Budget utilization difference(e = c-d)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements			
	Kshs		Kshs	Kshs	Kshs	Kshs
Kimendi primary school	120,000			120,000		120,000
Siksiet primary school	120,000			120,000		120,000
Kechire primary school	120,000			120,000		120,000
Kapereongen primary school	120,000			120,000		120,000
St. Conus high school mateget	120,000			120,000		120,000
St. Emmanuel Kapelmet Primary	120,000			120,000		120,000
CHESUMEI DCC's Office	200,000			200,000		200,000
				-		-
				-		-
				-		-
Total	2,600,000	423,290	-	3,023,290	-	3,023,290
7.0 Primary Schools Projects						
MASABA-CHEPSOGOR PRIMARY		800,000		800,000	800,000	-
RONGET PRIMARY SCHOOL		400,000		400,000	400,000	-
SIRONDI PRIMARY SCHOOL		500,000		500,000	500,000	-
SDATEBOINET PRIMARY SCHOOL		550,000		550,000	550,000	-
KIPKOTONY PRIMARY SCHOOL		700,000		700,000	700,000	-
KARLEI PRIMARY SCHOOL		500,000		500,000	500,000	-
KIPNGIRU PRIMARY SCHOOL		500,000		500,000	500,000	-
MOGOGET PRIMARY SCHOOL		500,000		500,000	500,000	-
KAPSILE PRIMARY SCHOOL		500,000		500,000	500,000	-

CHESUMEI Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
CHEBILAT PRIMARY SCHOOL		500,000		500,000	500,000	-
TABONGENIK PRIMARY SCHOOL		600,000		600,000	600,000	-
Fr. Kuhn Academy	2,000,000			2,000,000		2,000,000
Kapngingich primary school	400,000			400,000		400,000
Kapngingich primary School	1,000,000			1,000,000		1,000,000
SDA Mlango Adventist	400,000			400,000		400,000
AIC Samoei primary School	400,000			400,000		400,000
AIC Samoei primary School	1,000,000			1,000,000		1,000,000
ACK St Pauls cheirot Primary	400,000			400,000		400,000
Kapcheluch primary school	400,000			400,000		400,000
SDA Lelboinet primary school	400,000			400,000		400,000
SDA Lelboinet primary school	500,000			500,000		500,000
Ndonyongaria Primary school	800,000			800,000		800,000
Chepterit Primary School	847,130			847,130		847,130
Holy family primary school	400,000			400,000		400,000
Kipkoriony primary school	400,000			400,000		400,000
Kapkitara primary school	400,000			400,000		400,000
ACK St. Marks Kabaa	400,000			400,000		400,000
Bishop birech primary school	400,000			400,000		400,000
Kiutany primary school	400,000			400,000		400,000
Tabongenik	400,000					

CHESUMEI Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
primary school				400,000		400,000
Kapchimbir primary school.	400,000			400,000		400,000
Kapchiel primary School	400,000			400,000		400,000
Banana primary school	1,000,000			1,000,000		1,000,000
Kipsatoro primary school	1,000,000			1,000,000		1,000,000
Kapten primary school	1,000,000			1,000,000		1,000,000
Tiket primary school	1,000,000			1,000,000		1,000,000
AIC Elpelabo primary school	1,000,000			1,000,000		1,000,000
AIC Amoywo Academy School	1,000,000			1,000,000		1,000,000
Kokwet primary School	1,000,000			1,000,000		1,000,000
St Francis Rongit primary	1,000,000			1,000,000		1,000,000
AIC Scharoto primary School	1,000,000			1,000,000		1,000,000
Morrot primary school	1,000,000			1,000,000		1,000,000
Tulyel primary school	1,000,000			1,000,000		1,000,000
Cheol primary school	1,700,000			1,700,000		1,700,000
Chepketei primary school	1,700,000			1,700,000		1,700,000
Kapchobis primary school	500,000			500,000		500,000
Kapchui primary School	500,000			500,000		500,000
Lelinkwo primary school	500,000			500,000		500,000
AIC Bibiriet primary school	500,000			500,000		500,000
Tuigon primary	500,000			500,000		500,000

CHESUMEI Constituency

National Government Constituencies Development Fund (NGCDF)

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
school						
AIC Kombe primary school	500,000			500,000		500,000
Kaptoroi primary school	500,000			500,000		500,000
St stephens kapkurunjo	500,000			500,000		500,000
Cheptigok primary school	500,000			500,000		500,000
Tuloi primary school	500,000			500,000		500,000
Chepsui primary school	500,000			500,000		500,000
Kimondi primary School	500,000			500,000		500,000
Mwein primary School	500,000			500,000		500,000
Nandi primary School	500,000			500,000		500,000
Kipsinende primary	500,000			500,000		500,000
Mutwot primary	500,000			500,000		500,000
Ngatatia primary school	500,000			500,000		500,000
Kipsasuron primary	800,000			800,000		800,000
Kiptuiya primary school	500,000			500,000		500,000
Kaptabongen primary school	500,000			500,000		500,000
Siksiket primary school	500,000			500,000		500,000
Kisabei primary school	750,000			750,000		750,000
Total	38,097,130	6,050,000	-	44,147,130	6,050,000	38,097,130
8.0 Secondary Schools Projects						-
SIRGOI MODERN DAY SCHOOL		8,000,000		8,000,000	8,000,000	-

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
	2022-2023	Opening Balance (C/Blk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
SIKSIPTI SECONDARY SCHOOL		- 800,000		800,000	800,000	-
KOMBE SECONDARY SCHOOL		800,000		800,000	800,000	-
Singer Modern Day Secondary	5,000,000			5,000,000		5,000,000
Kapchorok Secondary school	1,488,080			1,488,080		1,488,080
St Teresa the child Jesus Masiba School	1,488,080			1,488,080		1,488,080
Kamuguywa Secondary school	1,488,080			1,488,080		1,488,080
Kosien High school	400,000			400,000		400,000
Kimwali Secondary school	400,000			400,000		400,000
Sanso Secondary school	400,000			400,000		400,000
St Stephen kiptaya Secondary	400,000			400,000		400,000
Ndonyongaria Secondary school	893,950			893,950		893,950
A. I. C Mutwot Secondary school	893,950			893,950		893,950
A.I.C Cheptwolio Secondary school	1,583,540			1,583,540		1,583,540
St John the apostle high school – Chemuswa	800,000			800,000		800,000
St Francis Cheptarit Girls school	4,000,000			4,000,000		4,000,000
Itigo girls Secondary school	2,000,000			2,000,000		2,000,000
Chemandu Secondary school	2,500,000			2,500,000		2,500,000
Ngechek high school	1,000,000			1,000,000		1,000,000

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
Kipkongorwa high school	1,800,000			1,800,000		1,800,000
Kapsisiywa Secondary	600,000			600,000		600,000
St. Sylvester Sironoi Secondary school	800,000			800,000		800,000
St Patricks Ndaptabwa Secondary school	1,000,000			1,000,000		1,000,000
AIC Kechire Secondary school	4,000,000			4,000,000		4,000,000
Total	32,935,680	9,600,000	-	42,535,680	9,600,000	32,935,680
9.0 Tertiary institutions Projects				-		-
Total	-		-	-	-	-
10.0 Security Projects						
KAPKUTO CHIEFS OFFICE		400,000		400,000	400,000	-
KIPKORIONY - BIRIBIRIET ACCESS RD		500,000		500,000	500,000	-
Kapngetuny chief's office	500,000			500,000		500,000
ACC Kosirai and chief's office	500,000			500,000		500,000
Proposed Ainapmoi Assistant chief's office	500,000			500,000		500,000
Proposed Kipchunu Assistant chief's office	500,000			500,000		500,000
Proposed Ndonyongaria Assistant chief's office	500,000			500,000		500,000
Kaptel Assistant County Commissioner's office	800,000			800,000		800,000
Kokwet chief's office	200,000			200,000		200,000
Kapsisiywa chief's office	3,000,000			3,000,000		3,000,000
Total	6,500,000	900,000	-			

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements			
	2022-2023			2022-2023	2022-2023	
	Kshs		Kshs	Kshs	Kshs	Kshs
				7,400,000	900,000	6,500,000
11.0 Acquisition of assets				-		-
Total	-		-	-		-
12.0 Other payments				-		-
NGCDF Strategic Plan	2,000,000			2,000,000.00		2,000,000
Total	2,000,000	-	-	2,000,000	-	2,000,000
13.0 unallocated fund						
Unapproved projects						-
AIA						-
PMC savings						
Total			-	-	-	-
	145,087,603	33,949,505	-	179,037,107	76,791,825	102,245,282

XIV. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2022 for the period 1st July 2022 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

Significant Accounting Policies Continued

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 2023.

14. Errors

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

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

15. Related Party Transactions

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

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NGCDF Board		
AIE NO:B140860		33,000,000
AIE NO:B105378		34,000,000
AIE NO:B105593		10,000,000
AIE NO:B105745		24,000,000
AIE NO:B132469		5,000,000
AIE NO:B128784		12,000,000
AIE NO:B154385		12,000,000
AIE NO:B154280		18,000,000
AIE NO:B140794		22,088,879
AIE NO:B155932		12,088,879
B185034	7,000,000	
B185578	21,000,000	
B205704	12,000,000	
B206315	12,000,000	
B205544	18,000,000	
B207783	16,000,000	
B214004	5,000,000	
TOTAL	91,000,000	182,177,758

2. Proceeds From Sale of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

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3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,926,324	3,020,630
Personal allowances paid as part of salary	-	-
House Allowance	225,600	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	656,208	202,015
Nhif	52,600	-
Employer Contributions Compulsory national social security schemes	114,400	168,000
Total	2,975,132	3,396,645

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	3,765,900	7,150,000
Other committee expenses	500,640	-
Total	4,266,540	7,450,900

6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	13,524	8,741
Communication, supplies and services	24,450	-
Domestic travel and subsistence	22,400	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	728,500	1,441,400
Hospitality supplies and services	73,000	-
Insurance costs	-	-
Specialized materials and services	220,000	-
Office and general supplies and services	-	1,388,406
Fuel, oil & lubricants	700,000	1,340,312
Other operating expenses	960,960	53,880

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Routine maintenance – vehicles and other transport equipment	580,000	779,484
Routine maintenance – other assets		
Total	3,322,834	5,012,224

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022/2023	2021/2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	6,850,000	44,496,304
Transfers To Secondary Schools (See Attached List)	8,800,000	48,109,186
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	15,650,000	92,605,510

8. Other Grants and Other transfers

	2022/2023	2021/2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	20,270,019	38,944,400
Bursary – tertiary institutions (see attached list)	13,699,856	28,629,800
Bursary – special schools (see attached list)	1,200,000	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	1,845,000	2,542,000
Security projects (see attached list)	500,000	5,200,000
Sports projects (see attached list)	-	4,590,640
Environment projects (see attached list)	305,865	4,019,486
Emergency projects (see attached list)	12,756,580	7,650,000
Roads projects (see attached list)	-	-
Total	50,577,320	91,576,326

Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	199,680
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	199,680

10. Oversight Committee Expenses

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
COC Members allowances	-	-
Other COC Expenses	-	-
Total	-	-

11. Other Payments

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Equity Bank, Kapsabet A/C No. 049261189435</i>	48,157,679	33,949,505
<i>Name of Bank, account No. (Deposits account)</i>	-	-
Total	48,157,679	33,949,505
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

13. Outstanding Imprests

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

Notes to the Financial Statement Continued

14A. Retention

	2022-2023	2021-2022
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

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14B. Gratuity

	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	761,093	-
Gratuity held during the year (B)	662,400	963,108
Gratuity paid during the Year (C)	656,208	202,015
Closing Gratuity as at 30 th June D= A+B-C	767,285	761,093

15. Fund Balance B/F

	(1 st July 2022-1)	(1 st July 2021-2)
	Kshs	Kshs
Bank accounts	33,949,505	52,013,031
Cash in hand	-	-
Investment	-	-
Total	33,949,505	52,013,031
Less:		
Payables - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	33,949,505	52,013,031

16. Prior Year Adjustments

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

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

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDF Staff	-	-
Others (specify)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	3,087,264	2,441,056
Committee expense	1,269,885	
Use of goods and services	3,007,092	769,006
Amounts due to other Government entities (see attached list)	71,032,810	15,650,000
Amounts due to other grants and other transfers (see attached list)	21,848,231	15,089,443
Acquisition of assets		-
Other Payments (specify)	2,000,000	-
Funds pending approval		
Total	102,245,282	33,949,505

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19.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	4,240,987	35,672,596.
Total	4,240,987	35,672,596.

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees		3,087,264	2,441,056	
Use of goods & services		4,276,977	769,006	
Amounts due to other Government entities				
Fr. Kalm Academy		2,000,000		
Kapngingeh primary school		400,000		
Kapngingeh primary School		1,000,000		
SDA Alango Adventist		400,000		
AIC Samoei primary School		400,000		
AIC Samoei primary School		1,000,000		
ACK St Pauls cheirot Primary		400,000		
Kapchetch primary school		400,000		
SDA Telboinet primary school		400,000		
SDA Telboinet primary school		500,000		
Ndenyungaria Primary school		800,000		
Cheperei Primary School		847,130		
Holy Family primary school		400,000		
Kipkenony primary school		400,000		
Kapken primary school		400,000		
ACK St. Marks Kabaa		400,000		
Bishop Breech primary school		400,000		
Kiatany primary school		400,000		
Takongatik primary school		400,000		
Kapllimbir primary school.		400,000		
Kapkenel primary School		400,000		
Bantou primary school		1,000,000		
Kipshwori primary school		1,000,000		
Kapken primary school		1,000,000		
Tirani primary school		1,000,000		
AIC Big Daba primary school		1,000,000		
AIC Fomolywa Academy School		1,000,000		
Kolwen primary School		1,000,000		
St. Cecilia Rongit primary		1,000,000		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
AIC Nduroto primary School		1,000,000		
Mosoriot primary school		1,000,000		
Tuiyobei primary school		1,000,000		
Chebil primary school		1,700,000		
Chepketei primary school		1,700,000		
Kapkobis primary school		500,000		
Kapkechui primary School		500,000		
Lelmokwo primary school		500,000		
AIC Biribiriet primary school		500,000		
Tuigoin primary school		500,000		
AIC Kombe primary school		500,000		
Kaptoroi primary school		500,000		
St stephens kapkurunjo		500,000		
Cheptigok primary school		500,000		
Tuloi primary school		500,000		
Chepsui primary school		500,000		
Kimondi primary School		500,000		
Mwein primary School		500,000		
Nandi primary School		500,000		
Kipsinende primary		500,000		
Mutwot primary		500,000		
Ngatatia primary school		500,000		
Kipsasuron primary		800,000		
Kiptuiya primary school		500,000		
Kaptabongen primary school		500,000		
Siksiket primary school		500,000		
Kisabei primary school		750,000		
Sirgoi Modern Day Secondary		5,000,000		
Kapchepkok Secondary school		1,488,080		
St Theresa the child Jesus Masaba School		1,488,080		
Kamurguywa Secondary school		1,488,080		
Kosirai High school		400,000		
Kimondi Secondary school		400,000		
Samoo Secondary school		400,000		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
St Stephen kipituya Secondary		400,000		
Ndonggaria Secondary school		893,950		
A. I. Chaiwoi Secondary school		893,950		
AIC Chigwolio Secondary school		1,583,540		
St John the apostle high school Chumwa		800,000		
St Francis Chiepiari Chris school		4,000,000		
Higozi's Secondary school		2,000,000		
Chenandi Secondary school		2,500,000		
Ngezi's high school		1,000,000		
Kipitwowa high school		1,800,000		
Kapitwa Secondary		600,000		
St. Stephen Shono Secondary school		800,000		
St Francis Idiubwa Secondary school		1,000,000		
AIC Kithiye Secondary school		4,000,000		
Sub total		71,032,810	15,650,000	
Amounts due to other grants and other transfers				
Inventory		3,966,272		
Barrow		5,809,633		
spare		2,549,036		
Investment				
Net asset		378,100		
AIC Kipitwato Secondary		4,000		
St Stephen kipituya Secondary		41,190		
Alb. Chaiwoi primary school		120,000		
Ngezi primary school		120,000		
Chenandi primary school		120,000		
Chenandi academy primary school		120,000		
Kipitwato primary school		120,000		
St. Francis Chiepiari primary school		120,000		
St. Francis Idiubwa primary school		120,000		
St. Stephen kipituya primary school		120,000		
St. John the apostle primary school		120,000		
St. Francis Idiubwa primary school		120,000		
St. Stephen kipituya primary school		120,000		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Kapkemel primary school		120,000		
Kapkuto primary school		120,000		
Talai primary school		120,000		
Tuiyobei primary school		120,000		
Kimondi primary school		120,000		
Siksiket primary school		120,000		
Kechire primary school		120,000		
Kaptobongen primary school		120,000		
St Canius high school mateget		120,000		
St. Emanuel Kapkoimet Primary		120,000		
Chesumei Dcc's Office		200,000		
Security				
Kapngetuny chief's office		500,000		
ACC Kosirai and chief's office		500,000		
Proposed Ainapmoi Assistant chief's office		500,000		
Proposed Kipchunu Assistant chief's office		500,000		
Proposed Ndongyongaria Assistant chief's office		500,000		
Kaptel Assistant County Commissioner's office		800,000		
Kokwet chief's office		200,000		
Kapsisiywa chief's office		3,000,000		
Sub-Total		21,848,231	15,089,443	
Acquisition of assets				
Others (Strategic Plan)				
Constituency strategic plan		2,000,000		
Sub-Total		2,000,000	-	
Funds pending approval				
Grand Total		102,245,282	33,949,505	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	10,844,489	-	-	10,844,489
Transport equipment	6,040,257	-	-	6,040,257
Office equipment, furniture and fittings	1,332,700	-	-	1,332,700
ICT equipment, Software and Other ICT Assets	992,480	-	-	992,480
Other Machinery and Equipment	273,000	-	-	273,000
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	19,482,926	-	-	19,482,926

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Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
KAPKITARA PRY	COOP	1139326744700	5,261.50	5,261.50
KAPKECHUI GIRLS	CO-OP	01139325972802	2,063.00	311,173.00
KIMONDI PRY	CO-OP	01139329417790	2,803.00	252,696.00
SAMOO SEC	CO-OP	01139328568301	11,407.00	1,407.50
AIC SIRGOI MODERN DAY SEC	CO-OP	1139327006200	1,467,958.00	6,494,864.90
KICHUNU PRIMARY	COOP	1139441374500	2,558.00	-
KAMONJIL PRIMARY	EQUITY BANK	490299052972	250,356.00	356.00
TABONGENIK PRY	EQUITY BANK	0490262670411	31.00	626,149.00
TAMBOIYO PRY	EQUITY BANK	490279403154	253.00	269,363.00
TANGATON PRY SCHOOL	EQUITY BANK	490299482631	529,340.00	501,310.00
ST FRANCIS GIRLS – CHEPTARIT	EQUITY BANK	490299704991	872,142.00	7,147,074.00
SDA SIRONOI PRIMARY	EQUITY BANK	490264748200	5,575.00	5,575.00
SIKSIKET PRIMARY	EQUITY BANK	490269996421	1,487.00	1,487.00
KIPTUIYA PRIMARY	EQUITY BANK	490266853118	530.00	500,760.00
KAPTILDIL SECONDARY	EQUITY BANK	490299082390	127,563.00	
ST. STEPHEN KAPKURUNJO	EQUITY BANK	490297419299	1,023.00	
SDALELBOINET PRIMARY	EQUITY BANK	490279898240	2,589.00	
KOMBE CHIETS' OFFICE	EQUITY BANK	490194238830	35,280.00	
KARLEL PRIMARY	EQUITY BANK	490297424264	1,070.00	
KAMOYWO SDA ACADEMY	EQUITY BANK	490279614426	116.00	
CHEPTIGOK PRY	KCB	1136977317	-	1,121.00
KIPKORIONY PRY	KCB	1151902527	1,355.00	388,467.00
KOKWET CHIEFS OFFICE	KCB	1238884849	14,644.00	477,585.00

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AIC NDUROTO PRIMARY	KCB	1137380179	526,772.00	
MASABA-CHEPSOGOR PRY	KCB	1238921116	1,032.00	
KAPTEL CHIEF'S OFFICE	KCB	1281929050	1,435.00	
KABAA PRIMARY	KCB	127962157	1,375.00	
CHEPKETEI PRIMARY	NATIONAL	1022055698700	1,160.00	
KISABEI PRY	NATIONAL	2456788700	960.00	
ST PATRICK NDAITABWA SEC	NATIONAL	2156025200	256,264.00	2,640.00
KIUFANY PRY	NATIONAL	1024056774400	7,992.00	256,264.00
AIC NDONYONGARIA SEC	NATIONAL	1022243674700	107,631.00	494,500.00
KAPTEL PRIMARY	NATIONAL	2455546701	365.00	592,550.00
HOLY FAMILY LELMOKWO	NATIONAL	1024117120900	594.00	485.00
			4,240,987	

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

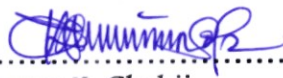
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe : (Put a date when you expect the issue to be resolved)
1.0	Unsupported PMC-Account Balances	The Project Management Committees' (PMCs) account balances as at 30th June 2022 are supported by the bank statements. However, going forward we have advised the PMCs to prepare bank reconciliation statements so as to properly support the balances. Our office staff will play a key role in assisting the PMCs who may be having challenges in preparing the bank reconciliation statements.	Not resolved	June 2024
2.0	Unsupported Land Ownership	Indeed the NG-CDF committee disbursed Ksh 2,500,000 for the construction of Kapngetuny's Chief's office. The parcel of land was yet to	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe : (Put a date when you expect the issue to be resolved)
		be transferred to the benefiting project. However the title deed for the same has since been obtained		
3.0	Under funded projects	Indeed there are a few projects which are still incomplete and on-going as observed by the audit team. The NG-CDF Committee has allocated additional funding to the affected projects and we expect the same to be completed within the current financial year.	Resolved	



.....
 Harun K. Chebii
 Fund Account Manager.

