

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 31 JUL 2019

DDV
Wednesday

TABLED BY: Hon. Benjamin Wasthili
(Majority Whip)
CLERK OF PARLIAMENT: Hassan Mungai

PARLIAMENT
OF KENYA
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THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
AINABKOI CONSTITUENCY**

**FOR THE YEAR
ENDED 30 JUNE 2018**





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND AINABKOI
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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



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

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

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Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Beatrice Bowen
3.	Sub-County Accountant	Jepkosgei Katwa
4.	Chairman NGCDFC	David Kimayo
5.	Member NGCDFC	Prisca Barkechir

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF AINABKOI Constituency Headquarters

P.O. Box 9882-030100
Kapsoya next to Deputy County Commissioner Office
Eldoret KENYA

(f) NGCDF AINABKOI Constituency Contacts

Telephone: (254) 724240609

E-mail: ainabkoingcdf.go.ke

Website: www.go.ke

(g) NGCDF AINABKOI Constituency Bank

1. Cooperative Bank-Eldoret west

P.o Box

Eldoret

A/C NO- 01141598004000

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GOP 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

AINABKOI CONSTITUENCY

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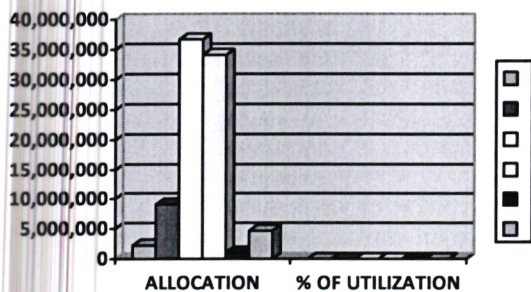
II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

Ainabkoi CDF made excellent progress in its planned programmes especially on the completion rates of the funded projects. This report details the performance of the NG CDFC and financial statements represents the financial status of Ainabkoi Constituency Development Fund for financial year 2017/18.It lays down the receipts and expenditures of all the funds Ainabkoi NG-CDFC received from the NG-CDF Board.

A Total of kshs 43,405,172 was received from the board in the financials year 2017/2018. The total expenditure in the financial year under review amounted to kshs 45,514,178.40 ; this represented the constituency allocation of kshs. 98,189,655 in the FY 2017-2018 and a balance brought forward from the previous financial year of kshs 7,828,529.

The Budget utilisation was fairly good considering that a huge amount of Kshs 54Million has not been disbursed to the constituency by the Board

RECEIPT/EXPENSE ITEM	ALLOCATION	% OF UTILIZATION
Compensation of Employees	2,248,000	61
Use of goods and services	9,064,931	78
Transfers to Other Government Units	36,700,000	36
Other grants and transfers	34,120,387	57
Acquisition of Assets	1,036,000	0
Other payments (constituency innovation Hubs)	4,677,027	0



Key achievements in the financial year;

1. A strong collaborative partnership between the Committee and other relevant ministries especially ministry of education that come in handy to train and capacity build the project management committees.

2. NG-CDFC enhances Monitoring and Evaluation which resulted to speedy implementation of the planned activities.

WAUNIFOR POLICE POST



Cheseret primary school

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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Chepkongony assistant chiefs office



Key Challenges

There are various challenges associated with implementation of projects. This relates with project prioritisation considering the amount of funds disbursed by the board in a given time. Since the funds are disbursed in tranches, there may be more projects which have agency comparing the funds disbursed. This usually leads to the delay of the projects hence affecting the time when projects will be put into use.

Sign 

David Kimayo

CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-AINABKOI Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-AINABKOI Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2018, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-AINABKOI Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NGCDF-AINABKOI Constituency financial statements were approved and signed by the Accounting Officer on _____ 2018.



Fund Account Manager
Beatrice Bowen



Sub-County Accountant
Jepkoskei Katwa
ICPAK Member Number:

REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
Website: www.oagkenya.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Ainabkoi Constituency set out on pages 9 to 41, which comprise the statement of assets and liability as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Ainabkoi Constituency as at 30 June 2018, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Presentation & Disclosure and Accuracy of Financial Statements

1.1 Presentation and Disclosure

A review of the financial statements availed for audit review revealed the following anomalies:

- i) There is no evidence on how progress on follow up of auditor recommendations were resolved other stating “resolved”.
- ii) Included in the use of goods and services figure of Kshs.5,134,845 is committee expenses of Kshs.3,175,900 which vary with the supporting documents figure of Kshs.2,947,900 resulting to unexplained variance of Kshs.228,000.

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

iii) Note 7 to the financial statements reflects bursary-secondary schools and primary schools figures of Kshs.11,016,106 and Kshs.8,582,773 all amounting to Kshs.19,598,879 which vary with the supporting documents figure of Kshs.19,564,194 resulting to a variance of Kshs.34,685 which has not been explained or reconciled.

1.2 Accuracy of Financial Statements

A review of the financial statements revealed variances in the comparative figures in the financial statements with the figures reflected in certified financial statement as shown below:

Item	Comparative figure in the financial statements (Kshs)	Comparative figure in the 2016/2017 audited financial statements (Kshs)	Variance (Kshs)
Note 5 Fuel, oil and other lubricants	-	621,780	(621,780)
Note 15.3- Compensation of employees	706,644	-	706,644
Note 15.3- Use of goods and services	933,262	-	933,262
Note 15.3- Amounts due to other Government entities	3,583,309	-	3,583,309
Note 15.3- Amounts due to other grants and other transfers	1,862,943	-	1,862,943
Note 15.3- Others	742,371	-	742,371

Under the circumstances, the accuracy of the opening balances could not be confirmed. In view of the foregoing, the accuracy, completeness and presentation of the financial statements for the year ended 30 June 2018 could not be ascertained.

2.0 Transfers to Other Government Units

2.1 Transfer to Primary and Secondary Schools

The statement of receipts and payments reflects transfers to other government units figure of Kshs.16,300,000 which include transfers to primary and secondary schools of Kshs.3,900,000 and Kshs.8,400,000 respectively totaling to Kshs.12,300,000 relating to construction of dining halls, laboratories pit latrines, classroom, administration blocks and purchases desks. However, a review of documents made available revealed the following:

- i) Project Management Committee did not maintain separate bank account for each project
- ii) Project Management Committee did not maintain accounting documents and records in relation to the projects being implemented
- iii) Expenditure returns for each project were not availed for audit verification
- iv) Inspection and acceptance committee reports and completion/interim certificates of works for each project were not availed for audit verification
- v) The completion date for each project was not specified
- vi) The projects have not been labelled
- vii) No documentary evidence in support of consultation with relevant government departments was availed for audit verification
- viii) Transfers to secondary schools of Kshs.8,400,000 had not been utilized as at 30 June 2018 as the funds were not disbursed in time.

Under the circumstances, the validity, accuracy and propriety of transfers to other government units of Kshs.12,300,000 for the year ended 30 June 2018 could not be confirmed.

2.2 Kenya Medical Training College (KMTTC) Ainabkoi- Construction of Tuition Block and Class Rooms

Included in the transfer to other Government Entities figure of Kshs.16,300,000 is transfer to tertiary institution of Kshs.4,000,000 disbursed to the Kenya Medical Training College(KMTTC) – Ainabkoi for construction of tuition block for the proposed Administration, Classrooms and Library for Kenya Medical Training College – Ainabkoi. However, as previously reported, management did not provide a signed memorandum of understanding (MOU) with the Kenya Medical Training College specifying the obligations and responsibilities of each party including how the college would be run after it is established. An audit inspection carried out on 17 January 2019 revealed that excavation, foundation laying, walling and ground floor concrete works were complete without doors windows and plastering. However, the project has stalled and the contractor was not on site and it is not known when the construction work shall resume and be completed. Further, title deed for the land on which the college is being constructed to confirm ownership was not availed for audit verification. This is contrary to Section 11(1)(k) which stipulates that, the functions of a Constituency Committee shall be where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies. In addition, the project expenditure returns, project submission forms, project description forms and reports indicating how funds were utilized and details of work plan and procurement plan for the project to be implemented and the timelines showing when the college shall be ready were not availed for audit

verification. Under the circumstance, the validity and propriety of Kshs.4,000,000 transfers to tertiary institutions for the year ended 30 June 2018 could not be confirmed.

3.0 Other Grants and Transfers

3.1 Emergency Projects

Included in other grants and transfers figure of Kshs.22,286,029 reflected in note 7 to the financial statements is emergency projects figure of Kshs.1,500,000. A review of available documents revealed that the constituency committee approved funding of various projects amounting to Kshs.1,500,000 under emergency for the construction of toilets.

However, no documentary evidence was availed to confirm that the expenditure was of emergency in nature and the expenditure was not reported to the National Government Constituencies Development Board as required by regulation 20(2) of the National Government Constituencies Development Regulations, 2016. Audit inspection of the projects on 19 January 2019 revealed that an expenditure of Kshs.200,000 for the proposed construction of a pit latrine at Chepkongony Primary School though complete was not approved and 25 bags of cement remained unutilized. Further, construction works on some of the projects were not complete and funds were still in some school's project committee bank accounts and no justification was provided for failure to implement the projects. Failure to utilize the funds as budgeted is an indication that projects were not emergency by nature.

4.0 Bank Balances

The statement of assets and liability reflects bank balance of figure of Kshs.5,719,523 as at 30 June 2018. A review of the bank reconciliation statements revealed unrepresented cheques amounting to Kshs.4,953,680.90 out of which cheques amounting to Kshs.269,283.90 were stale but have not been reversed in the cashbook. Under the circumstances, the accuracy and existence of cash and cash equivalents amount of Kshs.5,719,523 as at 30 June 2018 could not be confirmed.

5.0 Project Management Committee (PMC) Bank Account Balances

Annex 4 to the financial statements reflects PMC bank balances as at 30 June 2018 amounting to Kshs.20,109,251 held on thirty six (36) accounts held in various banks. However, the management did not avail bank statements, certificates of bank balance, cashbooks and bank reconciliation statements to ascertain the balances indicated. The accuracy of the PMC Account Balances of Kshs.20,109,251 as at 30 June 2018 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund – Ainabkoi Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in

Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matter(s) described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1.0 Budgetary control and Performance

1.1 Budget Performance

During the year under review, the national Government Constituencies Development Fund-Ainabkoi Constituency had an approved budget Kshs.106,018,184 against actual expenditure of Kshs.45,514,178 or approximately 43% of the budget resulting to under expenditure of Kshs.60,504,006 or 57% of the budget as shown below:

Item	Approved Budget (Kshs)	Actual Expenditure (Kshs)	Under Absorption (Kshs)	% Under Absorption
Compensation of Employees	2,954,644	1,793,304	1,161,340	39
Use of Goods and Services	11,758,854	5,134,845	6,624,009	56
Transfer to Other Government Entities	45,883,316	16,300,000	29,583,316	64
Other Grants and Transfers	39,702,296	22,286,029	17,416,267	44
Acquisition of Assets	1,042,048	0	1,042,048	100
Other Payments	4,677,027	0	4,677,027	100
Total	106,018,185	45,514,178	60,504,007	57

Non-utilization of all the funds budgeted for is an indication that services and approved projects/programmes were not delivered and therefore the budget did not meet the intended objectives of improving the service delivery to the residents of Ainabkoi Constituency or the management may have over budgeted on its activities.

1.2 Project Status

According to the project implementation status report availed for audit, the National Government Constituencies Development Fund – Ainabkoi Constituency had budgeted to spend Kshs.98,189,655 towards implementation of 103 projects during the 2017/2018 out of which Kshs.88,020,690 or approximately 90% was disbursed to one hundred(100) projects which had a total budget of Kshs.96,689,655 while three (3) projects with a total

budget of Kshs.1,500,000 were not funded. Eight (8) projects with a budget of Kshs.23,401,421 and which were fully funded were complete although completion certificates were not availed for audit review, thirty six (36) projects budgeted for Kshs.31,750,000 were still ongoing at various levels of completion of between 10% and 95% , while fifty four (54) projects with a total budget of Kshs.38,038,234 and funding of Kshs.34,869,269 were indicated as zero (0%) of completion while the fund had idle cash in bank amounting to Kshs.5,718,523 as at 30 June 2018.

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
1	Arap Moi primary school	Purchase of 50 double decker beds	350,000	350,000	100%	Complete
2	Kapsemwo primary school	Construction of a six door pit latrine	200,000	200,000	100%	Complete
3	Koibarak primary school	Construction of a six door pit latrine	200,000	200,000	100%	Complete
4	Koilonget primary school	Wall plastering, floor finishing, external rendering and general painting of a classroom initially funded by special programmes	300,000	300,000	100%	Complete
5	Munyaka primary school	Purchase of 100 desks	200,000	200,000	100%	Complete
6	Soliat primary school	Hacking of floor and walls, plastering and painting of four classrooms	400,000	400,000	100%	Complete
7	Secondary schools bursary	Fees subsidy for needy orphans and less privilege secondary schools students from	12,751,421	12,751,421	100%	Complete

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
		the constituency				
8	Colleges and universities bursary	Fees subsidy for needy orphans and less privilege colleges and university students from the constituency	9,000,000	9,000,000	100%	Complete
	Sub Total		23,401,421	23,401,421		
1	Munyaka primary school	Levelling of school field	600,000	NIL	0%	Not funded
2	Soliat secondary school	Grading and levelling of school field	400,000	NIL	0%	Not funded
3	Usalama primary school	Levelling of school field	500,000	NIL	0%	Not funded
	Sub Total		1,500,000	-		
1	Constituency innovation Ict hubs project	Establish constituency four constituency innovation hubs in Kaptagat , bunt forest and Kapsoya	4,677,027	4,677,027	0%	Not started
2	Employee wages and gratuity	Payment of employee salaries and gratuity	2,188,000	2,188,000	0%	Not started
3	Committee expenses	Payment of committee allowances	1,840,000	1,840,000	0%	Not started
4	Committee expenses	Payment of committee allowances and other projects managers	1,600,000	1,600,000	0%	Not started

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
5	Emergency fund	Gather for unforeseen occurrences within the constituency	4,568,966	1,400,000	0%	Not started
6	Silas Primary School	Construction of two classrooms	1,200,000	1,200,000	0%	Not started
7	Kapsunde Secondary school	Construction of two classroom school	1,200,000	1,200,000	0%	Not started
8	Goods and services	Purchase of stationery, fuel, repairs and maintenance, travel and subsistence, office tea	1,120,621	1,120,621	0%	Not started
9	NG-CDF office	Furnishing of NG-CDF office(400,000), reno	1,036,200	1,036,200	0%	Not started
10	Aic Kaptagat children's home primary	Purchase of one acre of land	1,000,000	1,000,000	0%	Not started
11	Kapsoya ap line project	Construction of four single housing units for administration police officers	1,000,000	1,000,000	0%	Not started
12	Kaptagat chiefs office	Construction of multipurpose hall	1,000,000	1,000,000	0%	Not started
13	Sports	Carry out constituency sports tournament and the winning teams/schools be awarded with trophies, balls and games kits	972,000	972,000	0%	Not started

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
14	Skyline primary school	Hacking of floors and walls and floor, plastering and finishing of floors ,fixing of window panes and painting	850,000	850,000	0%	Not started
15	Tinga primary school	Balance for purchase of four acres of land	800,000	800,000	0%	Not started
16	Cheptigit chiefs office	Construction of a chiefs office	800,000	800,000	0%	Not started
17	CDFC/PMC capacity building	Capacity and empowerment of NG-CDFCS, NGCDFC'S staff, PMCS, and other relevant government stakeholders	700,000	700,000	0%	Not started
18	Committee expenses	Payment of committee allowances	682,759	682,759	0%	Not started
19	Secondary Schools Bursary	Fees of school fees for needy orphans and less privileged secondary schools students from the constituency	650,000	650,000	0%	Not started
20	Kitoroch primary school	Construction of a classroom	600,000	600,000	0%	Not started
21	Bishop Birech girls Sec. school	Construction of ablution septic tank	600,000	600,000	0%	Not started
22	Chelelek mixed Sec school	Construction of one classroom	600,000	600,000	0%	Not started
23	Rurigi primary school	Construction of one classroom	600,000	600,000	0%	Not started

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
24	Illula primary school	Construction of one classroom	600,000	600,000	0%	Not started
25	Emergency	Gather for unforeseen occurrences within the constituency	586,966	586,966	0%	Not started
26	Ainabkoi chiefs office	Construction of two single rooms for an Ap line	500,000	500,000	0%	Not started
27	Tendwo secondary school	Purchase of 100 Desks	450,000	450,000	0%	Not started
28	Kiluka primary	Hacking of floor and walls, plastering and painting of four classrooms	400,000	400,000	0%	Not started
29	Kipsinende primary school	School compound is swampy and therefore requires filling in order to drain water.	400,000	400,000	0%	Not started
30	Ngarua primary school	Renovation of 4 classrooms	400,000	400,000	0%	Not started
31	Ndanai Primary school	Completion of one Classroom	400,000	400,000	0%	Not started
32	Committee expenses	Payment of committee allowances and other projects managers.	341,379	341,379	0%	Not started
33	Goods and services	Purchase of stationery, fuel, repairs and maintenance, travel and subsistence	304,310	304,310	0%	Not started
34	Kapsoya police post	Fencing of police post using round	300,000	300,000	0%	Not started

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
		treated poles and wire mesh				
35	Kipkabus T T I	Fencing of the TTI compound	282,007	282,007	0%	Not started
36	Chesogor primary school	Construction of a teachers toilet	200,000	200,000	0%	Not started
37	Katuiyo primary school	Construction of a six door pit latrine	200,000	200,000	0%	Not started
38	Kewapmoi primary school	Construction of a six door pit latrines	200,000	200,000	0%	Not started
39	Kileges primary school	Construction of a six door pit latrine	200,000	200,000	0%	Not started
40	Kimuruk primary school	Construction of a six door girls pit latrine	200,000	200,000	0%	Not started
41	Kipkoriony primary school	Construction of a six door pit latrine	200,000	200,000	0%	Not started
42	Kipteimet primary school	Construction of a six door pit latrine	200,000	200,000	0%	Not started
43	Uhuru primary school	Purchase of 100 desks	200,000	200,000	0%	Not started
44	Ndanai primary school	Hacking of floor and walls, plastering and painting of two classrooms	200,000	200,000	0%	Not started
45	Baharini Primary school	Renovation of two classrooms	200,000	200,000	0%	Not started
46	Brockley primary school	Construction of six door toilet	200,000	200,000	0%	Not started
47	Ngatit Primary School	Buying and planting of trees in school compound	100,000	100,000	0%	Not started
48	Lotonyok Primary School	Buying and planting of trees in school compound	100,000	100,000	0%	Not started

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
49	Ngarua Primary School	Buying and planting of trees in school land	100,000	100,000	0%	Not started
50	Kiptemet Primary School	Buying and planting of trees in school land	100,000	100,000	0%	Not started
51	NSSF-Employer Contribution	Employer contribution to the fund	60,000	60,000	0%	Not started
52	Dcc Office	Buying and planting of trees in Dcc compound	50,000	50,000	0%	Not started
53	Illula Primary School	Buying and planting of trees in school compound	50,000	50,000	0%	Not started
54	Uhuru Primary School	Purchase and installation of water tank to avoid the spread of cholera outbreak in the school	28,000	28,000	0%	Not started
	Sub Total		38,038,234	34,869,269		
1	Drys farm primary school	Floor finishing of a dining hall	200,000	200,000	95%	Ongoing projects
2	Cheseret primary school	Fixing of floor, window pants and painting of two classrooms	200,000	200,000	90%	Ongoing projects
3	Eldoret border farm primary school	Construction of one classroom	600,000	600,000	90%	Ongoing projects
4	Chepnoet primary school	Walls plastering, fixing of doors, floor finishing, window panes and external finishing of an	500,000	500,000	85%	Ongoing projects

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
		administration block.				
5	Chepngoror chiefs office	Fixing of doors, fascia board and purchase of furniture to the chiefs office	200,000	200,000	85%	Ongoing projects
6	Chepngoror secondary school	Painting and electricals installation of a dormitory	200,000	200,000	85%	Ongoing projects
7	St. Peters waunifor secondary school		800,000	800,000	85%	Ongoing projects
8	Ainabkoi assistant county commissioner's office	Plastering, fixing of doors and windows and painting of assistant county commissioner's office	1,500,000	1,000,000	80%	Ongoing projects
9	Chepkero primary school	Fixing of glasses, ceiling and painting a dormitory	300,000	300,000	75%	Ongoing projects
10	Kiburur primary school	Fixing of doors and windows, plastering and painting of two classrooms	500,000	500,000	70%	Ongoing projects
11	Chesogor secondary school	Plastering, windows, doors and general finishing of dining hall	900,000	900,000	70%	Ongoing projects
12	Illula secondary school	Fixing of doors, windows, plastering and painting of a dining hall	900,000	900,000	70%	Ongoing projects

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
13	Ndanai Primary school	Completion of pit latrine	50,000	50,000	70%	Ongoing projects
14	Kipkorgot multipurpose hall	Construction of a multipurpose hall	2,000,000	2,000,000	65%	Ongoing projects
15	Cheptigit secondary school	Roofing fixing of windows and doors of computer laboratory	500,000	500,000	60%	Ongoing projects
16	Chelugui primary school	Construction of a six door pit latrine	200,000	200,000	55%	Ongoing projects
17	Drys girls secondary school	Walling and roofing, fixing of doors and windows of a dormitory	1,200,000	1,200,000	55%	Ongoing projects
18	Tendwo secondary school	Fixing of doors and windows and painting of a dining hall	1,000,000	1,000,000	55%	Ongoing projects
19	Ainabkoi KMTC	Construction of ultra-modern tuition block currently at first floor	8,000,000	4,000,000	55%	Ongoing projects
20	Chepkongony c.o.c sec school	Roofing, plastering and fittings of a dining hall	1,500,000	1,500,000	45%	Ongoing projects
21	Sirwo primary school	Construction of one classroom	600,000	600,000	40%	Ongoing projects
22	Koibarak secondary school	Construction of one classroom	600,000	600,000	40%	Ongoing projects
23	Olaare secondary school	Construction of one classroom	600,000	600,000	40%	Ongoing projects
24	Songich primary school	Construction of a six door pit latrine	200,000	200,000	30%	Ongoing projects
25	Plateau girls secondary school	Walling, roofing fixing of	400,000	400,000	30%	Ongoing projects

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
		doors of a pit latrine				
26	Kapsundei primary school	Construction of one classroom	600,000	600,000	20%	Ongoing projects
27	Lotonyok primary school	Construction of one classroom	600,000	600,000	20%	Ongoing projects
28	Rcea biwott ngelel tarit	Construction of walling and first suspended tuition block	2,000,000	2,000,000	20%	Ongoing projects
29	Cheplelachbei east sec school	Construction of one classroom	600,000	600,000	20%	Ongoing projects
30	Rurigi secondary school	Construction of a dining hall	2,000,000	1,000,000	20%	Ongoing projects
31	Naiberi primary school	Construction of one classroom	600,000	600,000	15%	Ongoing projects
32	Berur primary school	Re-fixing of floor slabs of five classrooms	500,000	500,000	10%	Ongoing projects
33	Chepkoilel central primary school	Construction of a six door pit latrine	200,000	200,000	10%	Ongoing projects
34	Koilel primary school	Construction of one classroom	600,000	600,000	10%	Ongoing projects
35	Lelek primary school	Construction of a six door pit latrine	200,000	200,000	10%	Ongoing projects
36	Siliboi primary school	Construction of a six door pit latrine	200,000	200,000	10%	Ongoing projects
	Sub Total		31,750,000	26,250,000		
	Constituency strategic plan	Consultant fees, public participation expenditure, participants transport refund and other expenditure related to preparation and launching	3,500,000	3,500,000	0%	

	Project Name	Activities	Budget Amount (Kshs)	Amount Disbursed (Kshs)	% Completion level	Implementation status as at 30 June 2018
		of strategic plan.				
	Sub Total		3,500,000	3,500,000		
	Grand Total		98,189,655	88,020,690		

Delay in implementation and completion of planned projects is an indication that the residents of Ainabkoi Constituency failed to receive the benefits accruing from the planned programs and activities for the year ended 30 June 2018.

1.3 Project Verification

During the year under review, twenty three (23) projects costing Kshs.13,750,000 were verified in January 2019. Four (4) projects with total funding of Kshs.900,000 were found to be complete, fifteen(15) projects funded for Kshs.11,950,000 were ongoing while four(4) projects funded for Kshs.900,000 were not started as shown below:

No.	Project Name	Project Description	Amount Disbursed (Kshs)	Remarks
	Projects Completed			
1	Chesogor Primary School	Construction of six door pit latrine	200,000	Complete and in use but not labelled with CDF name.
2	Arnesens high school	Proposed Erection and completion of a dormitory	300,000	Completed and in use
3	Chepkongony primary school	Construction of proposed type pit latrine	200,000	Completed and in use
4	Chelugui Primary School	Construction of six door pit latrine	200,000	Completed but not in use and not labelled
		Subtotal	900,000	
	Ongoing projects			
1	Lelek primary school	Construction of proposed six door pit latrine	150,000	Excavation, foundation laying, walling and roofing were complete without doors and plastering.
2	Burnt forest KMTc	Construction of proposed administration,	4,000,000	Excavation, foundation laying, walling and ground floor concrete works were

No.	Project Name	Project Description	Amount Disbursed (Kshs)	Remarks
		classroom and Library block		complete. contractor was not on site
3	Ainabkoi Assistant County Commissioner's Office	Plastering, fixing doors and windows and painting of Assistant County Commissioner's office	1,000,000	Plastering, fixing of doors and windows and painting done. Tiling and electricity connection not yet done. Project not labelled and the contractor was not on site.
4	Kileges Primary School	Construction of six door pit latrine	200,000	Six door pit latrine incomplete, not labelled
5	Kimuruk Primary School	Construction of six door pit latrine	200,000	Walls not constructed and not labelled
6	Kipkoriony Primary School	Construction of six door pit latrine	200,000	Incomplete and not in use, not labelled
7	Koibarak Primary School	Construction of six door pit latrine	200,000	Toilets under construction, not labelled
8	Chepnoet Primary School	Construction of administration block	500,000	Administration block not complete and not labelled
9	Eldoret Border Farm Primary School	Construction of one classroom	600,000	The classroom is not complete, PMC exhausted the funds
10	Kiburur Primary School	Construction of six door pit latrine	500,000	Administration block not complete and plastering and fixing of windows.
11	Munyaka Primary School	Supply of school desks	200,000	Only fifty-five (55) desks were purchased against 100 desks approved by the constituency committee.
12	St. Peters Waunifor Secondary School	Construction to completion of laboratory	800,000	Main structure done, water and electricity connections complete and working, tiling done number of sinks increased from 12 to 18 and the tables changed to concrete. No evidence that the original bill of quantities were altered. Project not labelled.

No.	Project Name	Project Description	Amount Disbursed (Kshs)	Remarks
13	Illula Secondary School	Construction to completion of a dining hall	900,000	Main structure done with window panes and doors fixed, plastering not done, painting not done, wiring and water connection not done, roofing complete. Project not labelled.
14	Tendwo Secondary School	Construction a dining hall	1,000,000	Main structure done with only window grills and doors fixed, plastering not done, painting not done, wiring and water connection not done, roofing complete. Project not labelled.
15	Chepkongony Coc Secondary School	Construction of a dining hall	1,500,000	Main structure done with only window grills and doors fixed, plastering not done, painting not done, wiring and water connection not done, roofing complete, metal trusses fixed as opposed to the wooden specified in the original bills of quantities. Project not labelled.
		Subtotal	11,950,000	
	Projects not started			
1	Koilonget Primary School	Construction of six door pit latrine	300,000	The construction of six door pit latrines not started.
2	Kapsemwo Primary School	Construction of six door pit latrine	200,000	Project not started.
3	Chepkoilel RCEA Sec-4852	Construction of six door pit latrine	200,000	The construction of six door pit latrines not started
4	Katuiyo Primary School	Construction of six door pit latrine	200,000	The construction of six door pit latrines not started
		Subtotal	900,000	
		Grand Total	13,750,000	

Management has not provided any reason for the four (4) projects not started. Further, delay in completion of the projects has the effect of denying the constituents of Ainabkoi the services they are entitled to.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1.0 Use of Goods and Services

1.1 Irregular Committee Expenses

Note 5 to the financial statements reflects committee expenses figure of Kshs.3,175,900. However, there was no evidence availed to confirm that the secretary of the constituency committee in consultation with the officer of the board seconded to the constituency prepared and tabled before a constituency committee a schedule of meetings to be held during the year as provided in regulation 6(9) of the National Government Constituencies Development Fund Regulations, 2016. There was also no evidence to confirm that the approved minutes of the meeting submitted to the National Government Constituencies Development Fund Board within thirty days after the confirmation and execution of the minutes as stipulated in regulation 6(12) of the National Government Constituencies Development Fund Regulations, 2016. Further, included in the committee expenses of Kshs.3,175,900 is an expenditure of Kshs.2,765,000 which was not supported with documents such as approved work plan, invitation letters, minutes of the meeting and attendance registers. Under the circumstance, the validity and propriety of Kshs.3,175,900 committee expenses for the year ended 30 June 2018 could not be confirmed.

1.2 Training Expenses

Included in the training expenses of Kshs.722,130 reflected in note 5 to the financial statements is an expenditure of Kshs.277,000 paid as an allowance to the participants at a rate of Kshs.500 during training of national government constituency development committee members and project management committee members. However, it was not clear how the management came up with the rate of Kshs.500 as it is not provided for in any law. Under the circumstances, the validity, accuracy and propriety of Kshs.277,000 expenditure on training for the year ended 30 June 2018 could not be confirmed.

2.0 Other Grants and Transfers

2.1 Irregular Awarding of Bursaries

Included in other grants and other payments of Kshs.22,286,029 reflected in note 7 to the financial statement is bursary - secondary schools and bursary – tertiary institutions of

Kshs.11,016,106 and Kshs.8,582,773 respectively totaling to Kshs.19,598,879. However, the criteria of identifying the beneficiaries was documented and availed for audit verification. Further, from the 10th constituency committee of 2 May 2018 recommended that National Government Constituencies Development Fund doesn't fund secondary day school students quoting a circular from the Government which was not availed to support the claim. The recommendation resulted to discrimination while identifying needy students contrary to CDF Board circulars/Vol 1/111 dated 13 September 2010. Under the circumstances, the validity and propriety of Kshs19,598,879 expenditures on bursary for the year ended 30 June 2018 could not be confirmed.

2.2 Unauthorized Expenditure on Bursaries

Included in other grants and other payments of Kshs.22,286,029 reflected in note 7 to the financial statement is bursary – secondary schools and bursary – tertiary institutions of Kshs.11,016,106 and Kshs.8,582,773 respectively totaling to Kshs19,598,879. However, an expenditure of Kshs.19,456,879 was not authorized by the accounting officer as stipulated in regulation 105(1) of the Public Finance and Management Regulations, 2015. Under the circumstance, the validity and propriety of Kshs19,456,879 expenditures on bursary for the year ended 30 June 2018 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 INTERNAL CONTROLS EFFECTIVENESS, GOVERNANCE AND RISK MANAGEMENT SYSTEMS

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter(s) described in the Basis for Conclusion section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as management determines is necessary

to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

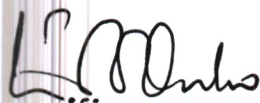
Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the National Government Constituencies Development Fund – Ainabkoi Constituency policies and procedures may deteriorate. As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the National Government Constituencies Development Fund – Ainabkoi Constituency ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the National Government Constituencies Development Fund – Ainabkoi Constituency to cease to continue as a going concern or 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 National Government Constituencies Development Fund – Ainabkoi Constituency to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



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

Nairobi

09 May 2019

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

AINABKOI CONSTITUENCY

Reports and Financial Statements


For the year ended June 30, 2018

IV. STATEMENT OF RECEIPTS AND PAYMENTS


	Note	2017 - 2018 Kshs	2016 - 2017 Kshs
RECEIPTS			
Transfers from NGCDF board	1	43,405,172	82,396,551
Proceeds from Sale of Assets	2	0	0
Other Receipts	3	0	8,000
TOTAL RECEIPTS		43,405,172	82,404,551
PAYMENTS			
Compensation of employees	4	1,793,304	2,458,136
Use of goods and services	5	5,134,845	4,616,761
Transfers to Other Government Units	6	16,300,000	48,200,613
Other grants and transfers	7	22,286,029	50,003,435
Acquisition of Assets	8	0	1,414,143
Other Payments	9	0	0
Social Security Benefit	10	0	13,000
TOTAL PAYMENTS		45,514,178	109,959,310
SURPLUS/ (DEFICIT)		<u>(2,109,006)</u>	<u>(27,554,759)</u>

N/B: There was a deficit of 2,109,006 because there was funds which was carried forward from previous financial year (7,828,529)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-AINABKOI Constituency financial statements were approved on _____ 2018 and signed by:



Fund Account Manager
Beatrice Bowen




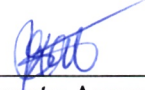
Sub-County Accountant
Jepkosgei Katwa
ICPAK Member Number:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**AINABKOI CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2018****V. STATEMENT OF ASSETS AND LIABILITY**

	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	5,719,523	7,828,529
Cash Balances (cash at hand)	10B	<u>0</u>	<u>0</u>
Total cash and cash Equivalents		5,719,,523	7,828,529
Current receivables-outstanding imprests	11	0	0
TOTAL FINANCIAL ASSETS		5,719,523	7,828,529
FINANCIAL LIABILITIES			
Accounts payables-Retention	12	0	0
NET FINANCIAL ASSETS		5,719,523	7,828,529
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	7,828,529	35,383,288
Surplus/Defict for the year		<u>-2,109,006</u>	-27,554,759
Prior year adjustments	14	<u>0</u>	0
NET LIABILITIES		5,719,523	7,828,529

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-AINABKOI Constituency financial statements were approved on _____ 2018 and signed by:



 Fund Account Manager
 Beatrice Bowen



 Sub-County Accountant
 Jepkosgei Katwa
 ICPAK Member Number:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**AINABKOI CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2018****VI. STATEMENT OF CASHFLOW**

		2017 - 2018	2016 - 2017
Receipts for operating income			
Transfers from NGCDF Board	1	43,405,172	82,396,551
Other Receipts	3	0	8,000
		43,405,172	82,404,551
Payments for operating expenses			
Compensation of Employees	4	1,793,304	2,458,136
Use of goods and services	5	1,958,945	4,616,761
Transfers to Other Government Units	6	16,300,000	48,200,613
Other grants and transfers	7	22,286,029	50,003,435
Other Payments	9		0
Committee Expenses		3,175,900	3,253,222
Social Security Benefits		0	13,000
		(45,514,178)	(108,545,168)
Adjusted for:			
Adjustments during the year	14	0	
Net cash flow from operating activities		(2,109,006)	(26,140,617)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	9	0	(1,414,143)
Net cash flows from Investing Activities		0	0
NET INCREASE IN CASH AND CASH EQUIVALENT		(2,109,006)	-27,554,760
Cash and cash equivalent at BEGINNING of the year	13	7,828,529	35,383,288
Cash and cash equivalent at END of the year		5,719,523	<u>7,828,529</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-AINABKOI Constituency financial statements were approved on _____ 2018 and signed by:


 Fund Account Manager
 Beatrice Bowen


 Sub-County Accountant
 Jepkosgei Katwa
 ICPAK Member Number:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from NGCDF Board	86,810,345	19,207,839	106,018,184	51,233,701	54,784,483	48
Proceeds from Sale of Assets						
Other Receipts						
	86,810,345	19,207,839	106,018,184	51,233,701	54,784,483	48
PAYMENTS						
Compensation of Employees	2,248,000	706,644	2,954,644	1,793,304	1,161,340	61
Use of goods and services	9,064,931	2,693,923	11,758,854	5,134,845	6,624,009	44
Transfers to Other Government Units	36,700,000	9,183,316	45,883,316	16,300,000	29,583,316	36
Other grants and transfers	34,120,387	5,581,909	39,702,296	22,286,029	17,416,267	57
Acquisition of Assets	0	1,042,048	1,042,048	0	1,042,048	0
Other payments(Constituency Innovation Hubs)	4,677,027	0	4,677,027	0	4,677,027	0
TOTALS	86,810,345	19,207,839	106,018,184	45,514,178	60,504,006	43


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

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


- i. Transfers from NGCDF Board .*The reason for underutilization(below 90% of utilization) is that NG-CDF Ainabkoi received the funding when the financial year has lapsed 11/08/2018*
- ii. Compensation of Employees. *The reason for underutilization(below 90% of utilization) is that there is funds kept for staff gratuity for some staff which their contract ends on December*
- iii. Use of goods and services. There is underutilization of 78% because *NG-CDF Ainabkoi received the funding when the financial year has lapsed 11/08/2018*
- iv. Other grants and transfers. There is underutilization of 57% because *NG-CDF Ainabkoi received the funding when the financial year has lapsed 11/08/2018*
- v. Other grants and transfers. There is underutilization of 36% because *NG-CDF Ainabkoi received the funding when the financial year has lapsed 11/08/2018*
- vi. Acquisition of Assets .There is underutilization of 0% because NGCDF Ainabkoi received the funding when financial year has lapsed
- vii. Other payments(Constituency Innovation Hubs).There is underutilization of 0% because Ng cdfe Ainabkoi are still waiting directions from ministry of information Nairobi

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

The NGCDF-AINABKOI Constituency financial statements were approved on _____ 2018 and signed by:



 Fund Account Manager
 Beatrice Bowen



 Sub-County Accountant
 Jepkosgei Katwa
 ICPAK Member Number:

VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

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

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Funds

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

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

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

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017-2018	2016-2017
		Kshs	Kshs
NGCDF Board			
AIE NO. 839640	1		36,853,449
AIE NO. 825993	2		4,094,827
AIE NO. 839562	3		500,000
AIE NO. 855730	4		40,948,275
AIE NO. 855752	1	5,500,000	
AIE NO. 892755	2	37,905,172	
AIE NO	3	0	
TOTAL		43,405,172	82,396,551

2. PROCEEDS FROM SALE OF ASSETS

	2017-2018	2016-2017
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Total	0	0

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
AINABKOI CONSTITUENCY
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2017- 2018	2016-2017
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from Sale of tender documents	0	8,000
Other Receipts Not Classified Elsewhere	0	0
Total	0	8,000

4. COMPENSATION OF EMPLOYEES

	2017-2018	2016-2017
	Kshs	Kshs
Basic wages of contractual employees	1,778,304	1,956,664
Basic wages of casual labour		4,000
Personal allowances paid as part of salary		
House allowance	0	0
Transport allowance	0	0
Leave allowance	0	0
Gratuity	0	497,472
Other personnel payments	15,000	0
Total	1,793,304	2,458,136

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2017-2018	2016-2017
	Kshs	Kshs
Committee Expenses	3,175,900	3,253,222
Utilities, supplies and services	20,000	22,400
Communication, supplies and services	22,960	44,070
Domestic travel and subsistence	173,800	1,487,900
Printing, advertising and information supplies & services	39,440	28,200
Telephone Expenses	62,200	144,000
Rentals of produced assets	0	0
Training expenses	722,130	1,039,800
Hospitality supplies and services	106,235	322,521
Insurance costs	0	0
Specialized materials and services	0	0
Fuels and lubricants	350,000	
Office and general supplies and services	287,200	501,864
Other operating expenses	0	36,625
Routine maintenance – vehicles and other transport equipment	172,980	330,946
Routine maintenance – other assets	2,000	36,655
Total	5,134,845	4,616,761

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017-2018 Kshs	2016-2017 Kshs
Transfers to National Government entities	Xx	xx
Transfers to primary schools (see attached list)	3,900,000	14,650,000
Transfers to secondary schools (see attached list)	8,400,000	11,160,613
Transfers to tertiary institutions (see attached list)	4,000,000	22,390,000
Transfers to health institutions (see attached list)	0	0
TOTAL	16,300,000	48,200,613

7. OTHER GRANTS AND OTHER PAYMENTS

	2017-2018 Kshs	2016- 2017 Kshs
Bursary – secondary schools (see attached list)	11,016,106	20,681,485
Bursary – tertiary institutions (see attached list)	8,582,773	16,240,450
Bursary – special schools (see attached list)	0	0
Mock & CAT (see attached list)	0	0
Security projects (see attached list)	1,187,150	6,100,000
Sports projects (see attached list)	0	978,300
Environment projects (see attached list)	0	1,503,200
Emergency projects (see attached list)	1,500,00	4,500,000
Total	22,286,029	50,003,435

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2017-2018 Kshs	2016-2017 Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	0	1,199,125
Purchase of Vehicles and Other Transport Equipment	0	0
Overhaul of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	0	0
Purchase of ICT Equipment, Software and Other ICT Assets	0	215,018
Purchase of Specialised Plant, Equipment and Machinery	0	0
Rehabilitation and Renovation of Plant, Machinery and Equip.	0	0
Acquisition of Land	0	0
Acquisition of Intangible Assets	0	0
Total	0	1,414,143

9. OTHER PAYMENTS

	2017-2018 Kshs	2016-2017 Kshs
Strategic plan	0	0
ICT Hub	0	0
TIVET	0	0
	0	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

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For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2017-2018	2016-2017
	Kshs	Kshs
<i>Name of Bank, Account No. –CO-OPERATIVE BANK ,01141598004000</i>	5,719,523	7,828,529
<i>Name of Bank, Account No.</i>	0	0
<i>Name of Bank, Account No.</i>	0	0
Total	5,719,523	7,828,529
10B: CASH IN HAND		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>specify</i>)	0	0
Total	0	0
<i>[Provide cash count certificates for each]</i>		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

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For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: 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>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
Total				xxx

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

12 RETENTION

	2017 - 2018 Kshs	2016-2017 Kshs
Supplier 1	0	0
Supplier 2	0	0
Supplier 3	0	0
Total	0	0

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

	2017-2018 Kshs	2016-2017 Kshs
Bank accounts	7,828,529	35,388,288
Cash in hand	0	0
Imprest	0	0
Total	7,828,529	35,388,288

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
AINABKOI CONSTITUENCY
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For the year ended June 30, 2018**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PRIOR YEAR ADJUSTMENTS

	2017- 2018 Kshs	2016-2017 Kshs
Bank accounts	0	0
Cash in hand	0	0
Imprest	0	0
Total	0	0

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017- 2018 Kshs	2016-2017 Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
	0	0

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	0	0
Middle management	0	0
Unionisable employees	0	0
Others (<i>specify</i>)	0	0
	0	0

15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs	Kshs
Compensation of employees	1,161,340	706,644
Use of goods and services	3,124,008.32	933,262
Amounts due to other Government entities (see attached list)	29,583,316.21	3,583,309
Amounts due to other grants and other transfers (see attached list)	17,416,266.04	1,862,943
Acquisition of assets	36,200	0
Others (<i>specify</i>)	9,182,875.20	742,371
	60,504,006	7,828,529

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

AINABKOI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2017- 2018	2016-2017
	Kshs	Kshs
PMC account Balances (see attached list)	20,109,251	22,775,427
	20,109,251	22,775,427

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY
Reports and Financial Statements
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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	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.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
		a	b	c	d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (specify)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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AINABKOI CONSTITUENCY DEVELOPMENT FUND			
ACCOUNTS PAYABLES AS AT 30TH JUNE 2018			
	PRIMARY SCHOOLS PROJECTS		
	PROJECT NAME	ACTIVITIES	AMOUNT
	PRIMARY SCHOOLS PROJECTS		
1	tinga primary school	Purchase of one acre of land	1,600,000.00
2	Aic kaptagat children’s home primary	Purchase of one acre of land	1,200,000.00
3	Aic kaptagat children’s home primary	Purchase of one acre of land	1,000,000.00
4	Arap Moi Primary School	Purchase of 50 double decker beds	350,000.00
5	berur primary school	fixing of floor slabs of five classrooms	500,000.00
6	chepkero primary school	Fixing of glasses,ceilling and painting a dormitory	300,000.00
7	cheseret primary school	fixing of floor, window pants and painting of two classrooms	200,000.00
8	drys farm primary school	floor finishing of a dinning hall	200,000.00
9	kapsundei primary school	Construction of one classroom	600,000.00
10	kewapmoi primary school	construction of a six door pit latrines	200,000.00
11	kiluka primary	Hacking of floor and walls, plastering and painting of four classrooms	400,000.00
12	Kipteimet Primary School	Construction of a six door pit latrine	200,000.00
13	kitoroch primary school	Construction of a classroom	600,000.00
14	koilel primary school	Construction of one classroom	600,000.00
15	lelek primary school	Construction of a six door pit latrine	200,000.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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16	lotonyok primary school	Construction of one classroom	600,000.00
17	naiberi primary school	Construction of one classroom	600,000.00
18	uhuru primary school	Purchase of 100 desks	200,000.00
19	ndanai primary school	Hacking of floor and walls, plastering and painting of two classrooms	200,000.00
20	siliboi primary school	Construction of a six door pit latrine	200,000.00
21	sirwo primary school	Construction of one classroom	600,000.00
22	skyline primary school	hacking of floors and walls and floor, plastering and finishing of floors ,fixing of window panes and painting	850,000.00
23	soliat primary school	Hacking of floor and walls, plastering and painting of four classrooms	400,000.00
24	songich primary school	Construction of a six door pit latrine	200,000.00
25	tinga primary school	balance for purchase of four acres of land	800,000.00
26	kipsinende primary school	Drainage of School Field	400,000.00
27	NGARUA PRIMARY SCHOOL	renovation of 4 classrooms	400,000.00
28	NDANAI PRIMARY SCOOOL	construction of one classroom	400,000.00
29	NDANAI PRIMARY SCOOOL	completion of toilet	50,000.00
30	RURIGI PRIMARY SCHOOL	construction of one classroom	600,000.00
31	BAHARINI PRIMARY SCHOOL	renovation of two classrooms	200,000.00
32	SILAS PRIMARY SCHOOL	construction of two classrooms	1,200,000.00
33	ILULA PRIMARY SCHOOL	construction of one classroom	600,000.00
34	Brockley primary school	construction of six door toilet	200,000.00
	SECONDARY SCHOOLS		
	chesogor secondary school		783,309.00
35	bishop birech girls sec school	Construction of ablution septic tank	600,000.00
36	chelelek mixed sec school	Construction of one classroom	600,000.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

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

37	chepngoror secondary school	Painting and electrical installation of a dormitory	200,000.00
38	drys girls secondary school	Walling and roofing, fixing of doors and windows of a dormitory	1,200,000.00
39	plateau girls secondary sch	Walling, roofing fixing of doors of a pit latrine	400,000.00
40	rcea biwott ngelel tarit	construction of walling and first suspended tuition block	2,000,000.00
41	rurigi secondary school	Construction of a dinning hall dinning hall	1,000,000.00
42	TENDWO SECONDARY SCHOOL	purchase of 100 desks	450,000.00
43	KAPSUNDEI SECONDARY SCHOOL	construction of two classrooms	1,200,000.00
	TERTIARY PROJECTS		
44	ainabkoi kmtc	construction of ultra-modern tuition block currently at first floor	4,000,000.00
	kipkabus tti	Fencing of the TTI compound(partial fencing of 20 acres(using barbed wire and concrete posts)	300,007.21
	ENVIRONMENT		
45	munyaka primary school	leveling of school field	600,000.00
46	soliat secondary school	Grading and leveling of school field	400,000.00
47	usalama primary school	leveling of school field	500,000.00
48	DCC Office	Purchase and planting of trees in dcc compound	50,000.00
49	Illula primary school	Purchase and planting of trees in school compound	50,000.00
50	Ngatit primary school	Purchase and planting of trees in school compound	100,000.00
51	lotonyok primary school	Purchase and planting of trees in school compound	100,000.00
52	uhuru primary school	purchase and installation of water tank to avoid the spread of cholera outbreak in the school(2300 ltrs)	28,000.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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53	NGARUA PRIMARY SCHOOL	Purchase and planting of trees in school compound	100,000.00
54	Kipteimet Primary School	Purchase and planting of trees in school compound	100,000.00
	SECURITY		
55	Ainabkoi chiefs office	Construction of two single rooms for an ap line	500,000.00
56	Ainabkoi Assistant county Commissioner Office	Plastering, Fixing of doors and windows And painting of Assistant County Commissioner's Office	500,000.00
57	chepngoror chief office	fixing of doors, facia board and purchase of furniture to the chiefs office	200,000.00
58	cheptigit chiefs office	Construction of a chiefs office	800,000.00
59	kapsoya ap line project	Construction of four single housing units for administration police officers	1,000,000.00
60	kapsoya police post	Fencing of police post using round treated poles and wire mesh	300,000.00
61	KIPKORGOT MULTIPURPOSE HALL	Construction of a multipurpose hall	2,000,000.00
62	CHIEFS OFFICE KAPTAGAT	construction of an hall	1,000,000.00
63	SECONDARY SCHOOLS BURSARY	Fees subsidy for needy orphans and less privilege secondary schools students from the Constituency	2,385,315.01
64	Colleges and universities bursary	Fees subsidy for needy orphans and less privilege Colleges and university students from the Constituency	980,000.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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65	Emergency Fund	Gather for unforeseen occurrences within the constituency	4,645,608.03
66	SPORTS	Carry out constituency sports tournament and the winning teams/schools be awarded with trophies, balls and games kits	1,050,009.00
70	Water projects	laying of water pipes	27,334.00
71	Acquisition of Assets		36,200.00
	NG-CDF OFFICE		1,005,848.00
72	Constituency Strategic Plan	consultant fees, public participation expenditure, participants transport refund and other expenditure related to preparation and launching of strategic plan.	3,500,000.00
73	Constituency Innovation ICT Hubs Project	Establish Constituency four Constituency innovation hubs in Kaptagat , Bunt forest and kapsoya	4,677,027.20
74	COMMITTEE EXPENSES	Payment of committee allowances and other projects managers.	2,024,760.62
75	GOODS AND SERVICES	Purchase of stationery, fuel, repairs and maintenance, travel and subsistence	1,099,247.70
76	EMPLOYEE WAGES AND GRATUITY	Payment of employee salaries and Gratuity	1,161,340.00
TOTALS			60,504,005.77

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land				
Buildings and structures	6,634,430	nil	nil	6,634,430
Transport equipment	6,161,095	nil	nil	6,161,095
Office equipment, furniture and fittings	854,073	nil	nil	854,073
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	13,649,598			13,649,598

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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CONSTITUENCIES DEVELOPMENT FUND					
AINABKOI CDF					
INVENTORY OF CDF ASSETS AS AT 30TH JUNE 2018					
PARTICULARS	ASSET NO.	ASSET SERIAL NO.	ACQUISITION DATE	COST	CURRENT CONDITION
FILLING CABINET		CDF/AINAB/144/039	7/7/2014	20,500.00	GOOD CONDITION
EXECUTIVE OFFICE CHAIR		CDF/AINAB/144/043	7/1/2014	24,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/006	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/007	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/008	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/009	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/010	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/011	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/012	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/013	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/014	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/015	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/016	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/017	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/018	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/019	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/020	7/1/2014	4,500.00	GOOD CONDITION

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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CONFERENCE CHAIR		CDF/AINAB/144/021	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/022	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/023	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/024	7/1/2014	4,500.00	GOOD CONDITION
CONFERENCE CHAIR		CDF/AINAB/144/025	7/1/2014	4,500.00	GOOD CONDITION
VISITORS CHAIR		CDF/AINAB/144/026	7/1/2014	3,155.00	GOOD CONDITION
VISITORS CHAIR		CDF/AINAB/144/027	7/1/2014	3,155.00	GOOD CONDITION
VISITORS CHAIR		CDF/AINAB/144/028	7/1/2014	3,155.00	GOOD CONDITION
VISITORS CHAIR		CDF/AINAB/144/029	7/1/2014	3,155.00	GOOD CONDITION
VISITORS CHAIR		CDF/AINAB/144/041	7/1/2014	3,155.00	GOOD CONDITION
FILLING CABINET		CDF/AINAB/144/042	7/1/2014	20,500.00	GOOD CONDITION
CUPBOARD CABINET		CDF/AINAB/144/030	7/1/2014	24,500.00	GOOD CONDITION
CONFERENCE TABLE		CDF/AINAB/144/034	7/1/2014	34,999.00	GOOD CONDITION
OFFICE WORK STATION		CDF/AINAB/144/001-004	7/1/2014	104,499.00	GOOD CONDITION
KYOCERA PHOTOCOPIER		CDF/AINAB/144/035	7/1/2014	110,000.00	GOOD CONDITION
HP COMPUTER		CDF/AINAB/144/037/050	7/7/2014	52,114.00	GOOD CONDITION
HP LAPTOP	CND62314KW	CDF/AINAB/144/037/051	8/3/2016	80,018.00	GOOD CONDITION
HP LAPTOP	CND62310K8	CDF/AINAB/144/037/052	8/3/2016	80,000.00	GOOD CONDITION
COLOR PRINTER	MFP M176n	CDF/AINAB/144/037/053	8/3/2016	55,000.00	GOOD CONDITION
WATER METER AND CONNECTION		CDF/AINAB/144/045	11/26/2014	3,000.00	GOOD CONDITION
HP COMPUTER		CDF/AINAB/144/031/032	7/7/2014	52,114.00	GOOD CONDITION

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – AINABKOI CONSTITUENCY

**Reports and Financial Statements
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	KITCHEN EQUIPMENT		CDF/AINAB/144/044	11/25/2014	56,555.00	GOOD CONDITION
	COMMUNICATION AND INTERNET CONNECTIONS		CDF/AINAB/144/046	11/25/2014	29,999.00	GOOD CONDITION
	CDF OFFICE BLOCK		CDF/AINAB/144/044	6/1/2014	4,286,625.00	GOOD CONDITION
	CDF OFFICE TOILET BLOCK		CDF/AINAB/144/047	10/1/2014	568,550.00	GOOD CONDITION
	CDF OFFICE BLOCK-TILES AND SEWARAGE		CDF/AINAB/144/048	4/14/2015	1,779,255.00	GOOD CONDITION
	CDF VEHICLE		CDF/AINAB/144/049	8/26/2014	6,161,095.00	GOOD CONDITION
Total Assets Value					13,649,598.00	

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

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

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

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
Chepkero primary school	Consolidate d	10151203000015	101,543	101,543
St peter Waunifor secondary	Consolidate d	10151203000021	819,641	819,641
Kileges Primary school	Consolidate d	10151203000007	213,550	213,550
Munyaka primary	Consolidate d	10151203000024	1048	1048
Eldoret school for the deaf	Consolidate d	10151203000026	217	217
Kapngetuny Chiefs office	Consolidate d	10151203000026	132,370	132,370
Arnesen primary school	Coop bank	01139046538901	3,281	3,391
Kipkabus Upper primary	Coop bank	01139442861600	49,455	943,265
Katuiyo Secondary	Coop bank	01139182241602	8,547	8,547
Tendwo sec school	Coop bank	01139182241602	1,031,477	504,067
Soliat sec school	Coop bank	01141442854900	1,580	102,580
Berur primary school	Coop bank	01141598818000	502,885	1,464
Kewamoi primary school	Coop bank	011416856733300	3,699,512	1,178,112
Kewet primary school	Coop bank	01139086901900	25,280	25,280
Koibarak primary school	Coop bank	01141598778300	119,147	201,467
Kiburur primary school	Coop bank	011415988188000	1,464,955	502,885
Chelelek primary school	Coop bank	01141685575600	117,048	207,414
Dry girls sec	Coop bank	011416859936200	238,305	1,499,325
Koibarak sec	Coop bank	01141685579600	783,650	1,063,040
Tinga primary school	Coop bank	01141686503300	998,650	998,650
Wounfour police station	Coop bank	01141686556600	174,388	886,827
Ainakoi kmtc	Coop bank	01141685525100	4,005,041	8,398,103

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

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

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
Aic Kaptagat children Home	Sidian bank	01008030018769	498,111	498,111
Chelelek Primary school	Sidian bank	01008030008368	52,123	103,705
Chepkurmum primary school	Sidian bank	01008030014287	4,925	186,001
Chepngor primary school	Sidian bank	01008030017860	126,956	1,846
Kapsemwo primary school	Sidian bank	01008030015844	119,853	28,755
Ngarua primary school	Sidian bank	01008030015844	113,067	200,429
Kabore rimary school	Sidian bank	01008030017680	962	178,752
Saito primary school	Sidian bank	01008030015380	1,060,086	1,060,086
Silibo primary school	Sidian bank	01008030015380	5,004	1,034,751
Tingwa primary school	Sidian bank	01008030008058	50,999	50,999
Usalama primary school	Sidian bank	01008030016722	40,436	77,576
Chepkongony coc sec schoo	Sidian bank	01008030008058	1,527,894	1,126,599
Chesogor sec school	Sidian bank	01008030014104	986,117	218,650
Kipkabus sec	Sidian bank	01008030015305	26,575	211,808
			1,004,573	4,573
TOTALS			20,109,251	22,775,427

**REGIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MURABKOI CONSTITUENCY**

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

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect issue to resolve)
1.0	The fund did not provide a signed MOU with the kmtc specifying the obligations and responsibilities of each party , work plan ,BQs,contract/agreement and how funds was disbursed to pmcs was not availed for audit review	The Management should provide documents for audit review	Fund Manager	<i>Resolved</i>	5 days(18 /2018)
2.0	The projects did not meet the emergency criteria	They should have been funded through the normal allocation	Fund Manager	<i>Resolved</i>	5 days(18 /2018)
2.2	Acknowledgment letters was not provided for audit review	The management breached the law and propriety of the bursary amount of ksh 22,960,919 could not be confirmed	Fund Manager	<i>Resolved</i>	5 days(18 /2018)

