

REPUBLIC OF KENYA



*Enhancing Accountability*

## REPORT

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OF

**THE AUDITOR-GENERAL**

ON

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

**FOR THE YEAR ENDED  
30 JUNE, 2024**

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>	
DATE: <b>05 MAR 2025</b>	
DAY: <u>Wednesday</u>	
TABLED BY:	<u>Hon. Owen Bayo, MP Deputy Leader of majority</u>
CLERK-AT THE-TABLE:	<u>Therese Njirya</u>

Revised 30<sup>th</sup> June 2024



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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

KESSES CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
30<sup>th</sup> JUNE 2024

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

OFFICE OF THE AUDITOR GENERAL  
ELDORET REGIONAL OFFICE

27 SEP 2024

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P. O. Box 2774 - 30100, ELDORET

*National Government Constituencies Development Fund (NGCDF)*  
*Kesses Constituency*  
*Annual Report and Financial Statements for The Year Ended June 30, 2024*

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**1. Acronyms and Definition of Key Terms**

**A. Acronyms**

AIE	Authority to Incur Expenditure
ARMC	Audit and Risk Management Committee
DCC	Deputy County Commissioner
IPSAS	International Public Sector Accounting Standards.
FAM	Fund Account Manager
NG-CDFB	National Government Constituencies Development Fund Board
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
NSCA	National Sub-County Accountant
PFM	Public Finance Management
PMC	Project Management Committee
PWD	Persons with Disability
FY	Financial Year

**B. Definition of Key Terms**

**Fiduciary Management** - Members of Management directly entrusted with the entity's financial resources.

**Comparative Year**- Means the prior period.

*(This list is an indication of the common acronyms and abbreviations; Entity to insert all the relevant acronyms and key terms used in the annual report and financial statements)*

## 2. Key Constituency Information and Management

### (a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2023. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

### Mandate

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

- a) Recognize the constituency as a platform for the 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 realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;
- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;

- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;
- m) Build local accountability and transparency in the use of resources; and
- n) 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.

#### **Vision**

Equitable Socio-economic development countrywide.

#### **Mission**

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

#### **Core Values**

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

#### **Functions of NG-CDF Committee**

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

#### **(b) Key Management**

The NGCDF Kesses Constituency's day-to-day management is under the following key organs:

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

#### **(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2024 and who had direct fiduciary responsibility were:

**National Government Constituencies Development Fund (NGCDF)**

**Kesses Constituency**

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No	Designation	Name
1.	AIE holder	Paul Kipsang Magut
2.	National Sub-County Accountant	Joseph Rotich
3.	Chairman NGCDFC	Sammy Rutto
4.	Member NGCDFC	Judith Jepchumba

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Kesses Constituency. The reports and recommendations of ARMC, when adopted by the NGCDF Board, are forwarded to the Constituency Committee for action. The Board forwards any matters that require policy guidance to the Cabinet Secretary and National Assembly Select Committee.

**(e) NGCDF Kesses Constituency Headquarters**

P.O. Box 6742-30100  
NGCDF Building  
CHEPTIRET MOI UNIVERSITY ROAD  
ELDORET CITY, KENYA.

**(f) NGCDF Kesses Constituency Contacts**

Telephone: (254) 0777674200/0202674200  
E-mail: [cdfkesses@ngcdf.go.ke](mailto:cdfkesses@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(g) NGCDF Kesses Constituency Bankers**

1. Cooperative bank of Kenya  
Eldoret Nakuru highway  
P.O Box 2948-30100  
Eldoret Kenya.

Family bank  
Eldoret main branch  
P.O Box  
Eldoret

- 2.

Family bank  
Eldoret main branch  
P.O Box  
Eldoret

**(h) Independent Auditor**

Auditor General  
Office of the Auditor General

***National Government Constituencies Development Fund (NGCDF)***  
***Kesses Constituency***  
***Annual Report and Financial Statements for The Year Ended June 30, 2024***

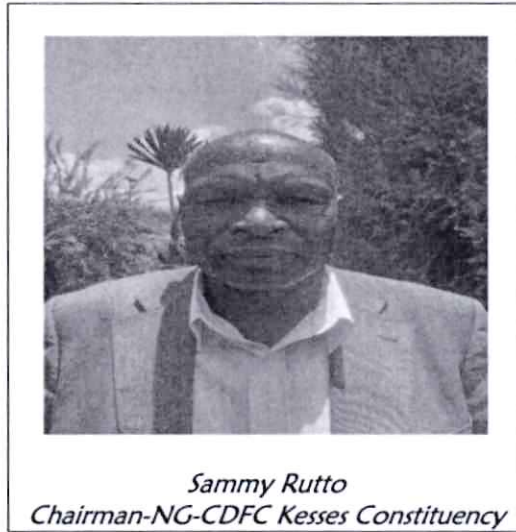
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Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
Nairobi, Kenya

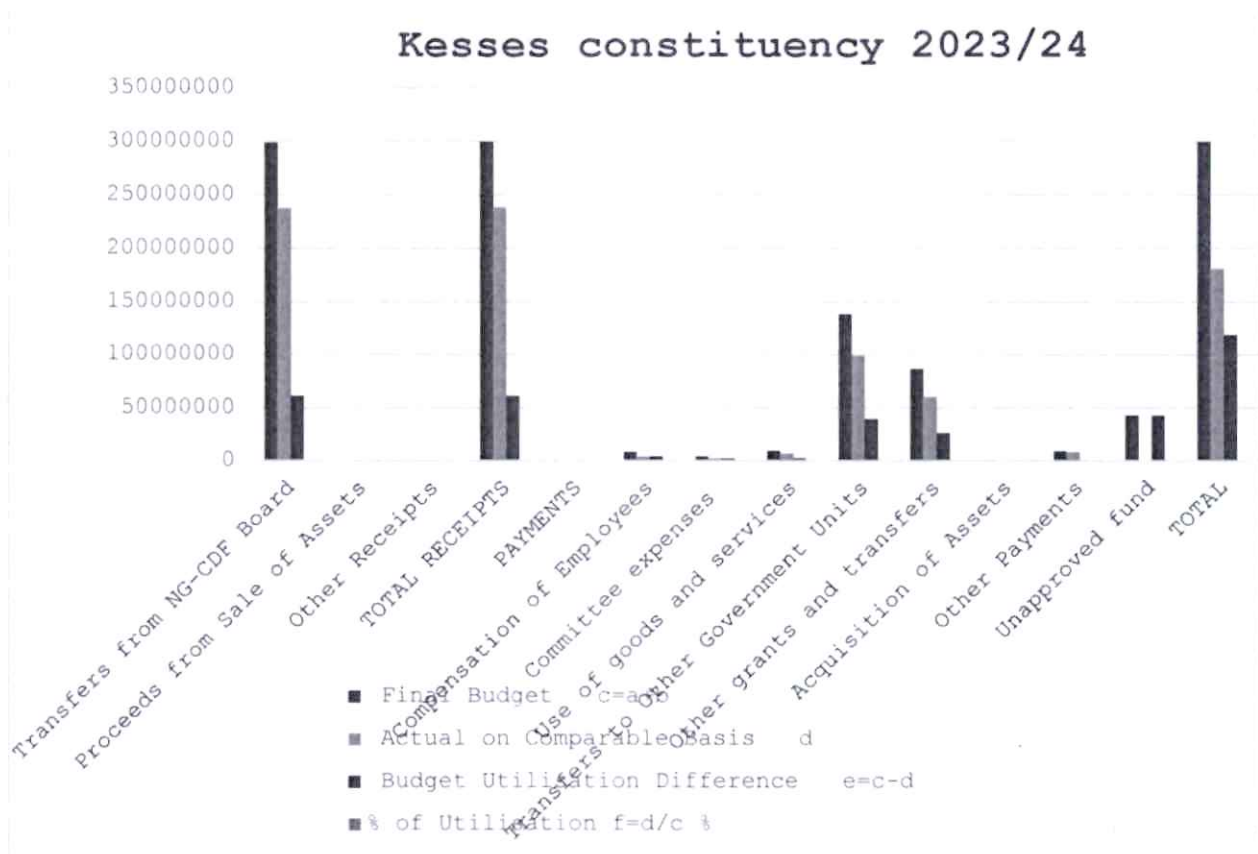
(i) **Principal Legal Adviser**

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

3. NG-CDFC Chairman's Report



I wish to present to you the Kesses NG-CDF financial statements for the year ended 30<sup>th</sup> June 2024. The performance of the constituency for the just ended financial year has been good even though much of the funds were received almost at the closure of the financial year thus remaining unutilized. Below is a summary of funds allocated in the 2023/24 Financial year.

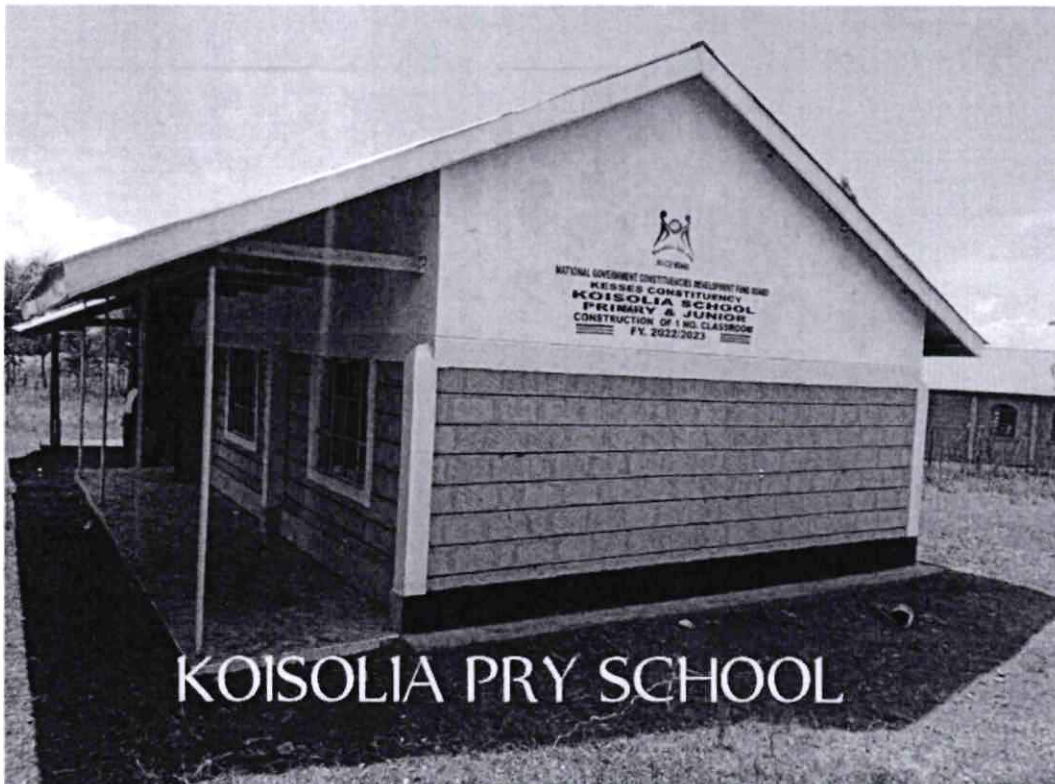
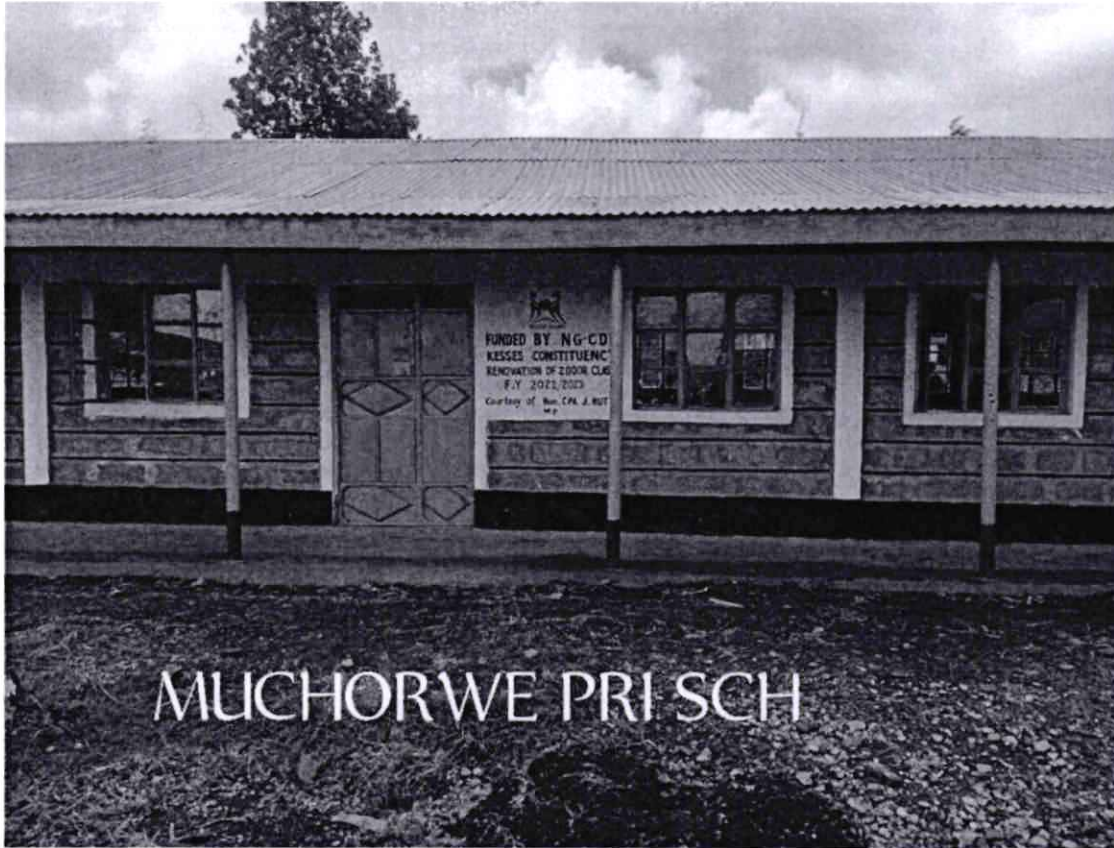


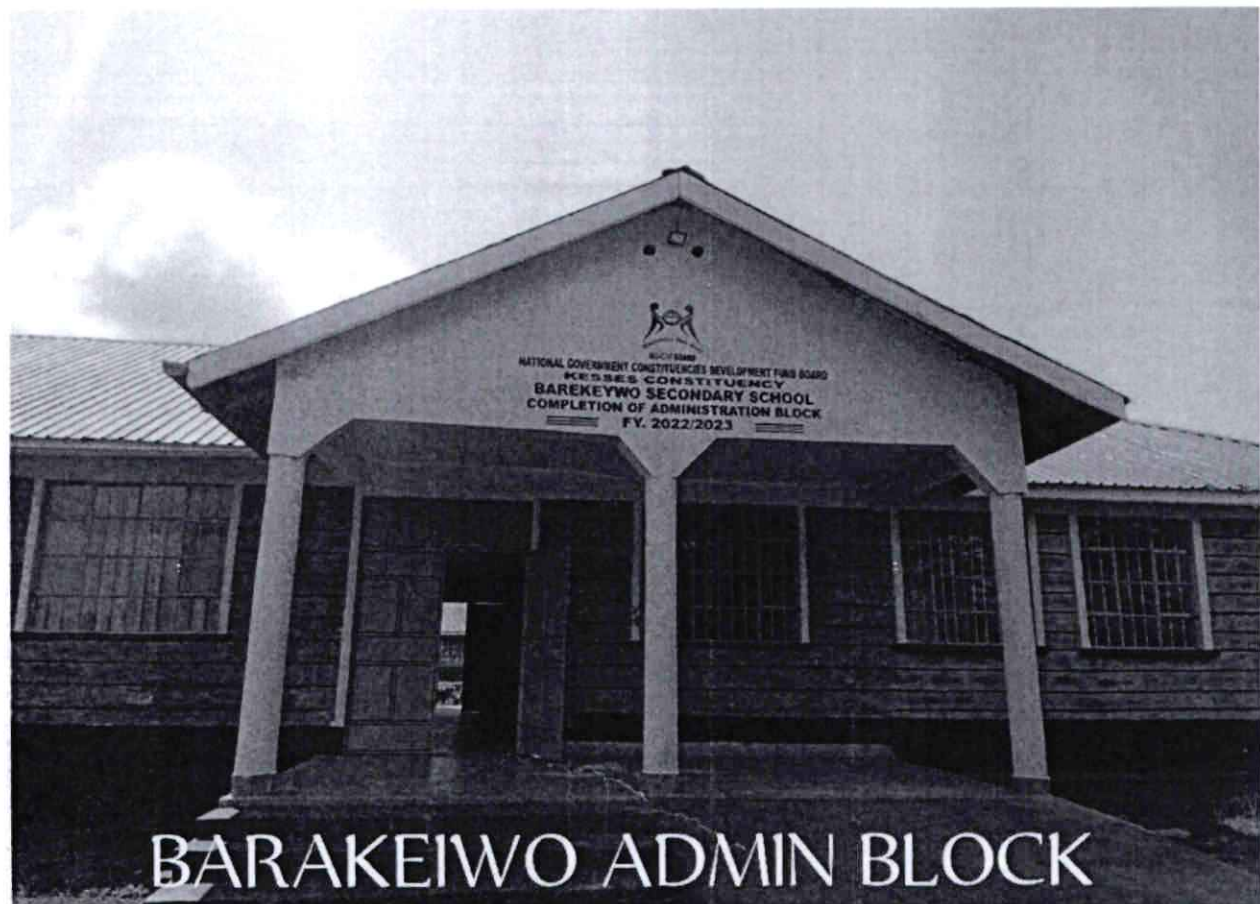
**Kesses constituency key performance**

During financial year 2023/24 Kesses constituency through the PMCs undertook construction of 60 classrooms in primary schools and 10 classrooms in secondary school. It is also noted that the constituency undertook construction of modern science laboratory in Sosiani secondary school. Similarly construction to completion of 3 school administration blocks was undertaken.

In security sector , the constituency through the pmcs undertook construction of 3 chiefs offices in Tulwet chiefs office, Racecourse chiefs office and Matharu chiefs office. We expect to furnish the above offices in the coming months.







*Kshs 2,700,000 for completion in fy 2022-23*

**EMERGING ISSUES**

During the financial year 2023-24 KESSES Constituency didn't have any emerging issue except for excess rains in the constituency making the toilets to sink or filled with rain water.

**CHALLENGES DURING PROJECT IMPLEMENTATION**

In the financial year 2023-24 Kesses constituency experience challenges of incomplete projects due to underfunding the NGCDFC.

To ensure proper projects funding as per the Bqs. Drawings to be prepared before proposal presentation to the board will assist in future.



.....  
Name: Sammy Kiplagat Rutto  
Chairman NGCDF Committee

**National Government Constituencies Development Fund (NGCDF)  
Kesses Constituency  
Annual Report and Financial Statements for The Year Ended June 30, 2024**

**4. Statement of Performance Against Predetermined Objectives for FY 2023/24**

**Introduction**

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

The key development objectives of the **NGCDF KESSES Constituency 2022-2025** plan are to:

- Improve access to education
- Improve infrastructure in learning institutions
- Improve academic performance in KCPE and KCSE
- Enhance and sustain security in the constituency
- Promote sustainable environment management practices
- Nature and promote youth sporting talent
- Promote sustainable youth empowerment programmes
- Increase access to ICT infrastructure

**Progress on the attainment of Strategic development objectives**

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

Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure built in primary, secondary, and tertiary institutions	In FY 2023/24 -we were able to construct 60 classrooms in primary schools and 10 in secondary schools  Ksh 40 million was disbursed to 4553 students in secondary

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			number of bursary's beneficiaries at all levels	schools, 764 students in tertiary schools, and 189 students in special schools.
Security	Enhance and sustain security in the constituency	Conducive working environment for security personnel -Increased security coverage Secure business environment	Construction to completion of 4 chiefs offices and purchase of furniture's for 4 chiefs office's	In FY 2023/24 We were able to construct three chief offices and purchase of furniture for one chiefs office's
Environment	Promote sustainable environment management practices	Increase forest cover in the constituency A more informed citizenry on environmental conservation.	Planting of trees seedlings in various institutions	in FY 2023/24 We were able to Plant 12000 trees seedlings in 6 institutions
Emergency	-cater for emergencies that may occur within the constituency.	-emergencies taken care of to ensure normal operations with institutions.	12 emergency cases were taken care.	During F/Y 2023/24 -we were able to cater for emergencies in the following institutions: -Cheptiret primary -Tulwet primary -Kiptega secondary -Cengalo secondary Chereber primary -St mark Teldet primary -Lelmokwo primary -Kaptumo primary -Koriomat primary -Kaptumo chiefs office -Kapsoen primary -Kesses dcc -Chagaiya secondary , under emergency
Others (Specify)				

## 5. Governance Statement

### a. NG-CDFC process of appointment

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NG-CDF) Act state that:

1. there is established a National Government Constituency Development Fund Committee for every constituency.
2. Constituency Committee Shall comprise of:
  - a) the national government official responsible for co-ordination of national government functions.
  - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
  - c) two women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
  - d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
  - e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
  - f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
  - g) one member co-opted by the Board in accordance with regulations made by the Board
3. The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.

The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the board.

The current NGCDFC members were gazetted in THE KENYA GAZETTE of 16<sup>th</sup> December, 2022 and the first meeting was held in 27<sup>th</sup> December 2022.

The persons appointed are drawn from different groupings as follows:

- Male Adult-Sammy Kiplagat Rutto-Chairman
- Male youth –Nicholas Cheruiyot Sitienei- Member
- Female adult-Jepchumba Rosemary Tanui- Member
- Female youth-Judith Jepchumba - Member
- PWD REP-Dennis Kipkemei -secretary
- Co-opted Member-Priscah Jepkemboi - Member
- Nominee of constituency Office-Noah Kipsang Mengich - Member
- Nominee of constituency Office-Leah Wamaita Kariuki - Member

### a. NG-CDFC Tenure

The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

### b. The Role of the Constituency Committee

- Build the capacity of PMCs and sensitise the community on operations of the fund
- Consider project proposals from all wards in the constituency
- Ensure that all proposed projects that are approved for funding meet the sec 24 of the Act
- Consult with relevant line ministries in the implementing the projects

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- Ensure adequate funding of the proposed projects
  - Ensure project reports are prepared and forwarded to the board
  - Submit financial reports to the board within stipulated time
- c. Removal of a member**

**Removal of members is as in the act 2015 section 13, a, b, c, d, e f and g**

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

- (a) Lack of integrity;
- (b) Gross misconduct;
- (c) Embezzlement of public funds;
- (d) Bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practises;
- (f) Causing disharmony within the committee;
- (g) Physical or mental infirmity.

**d. NG-CDFC Induction and training**

The committee on being inaugurated are taken for induction by the Board and subsequent training are done the constituency as per there training plan. They were taken for training at KUNSTE HOTEL for three days starting 4<sup>th</sup>-6<sup>th</sup> June 2024.

**e. Number of meetings:**

NG-CDF Act 2015 stipulates that NG-CDFC shall have a maximum of twenty-four meetings per year and not less than twelve including sub-committee meetings.

In KESSES Constituency, the NG-CDF Committee conducted 21 sample meetings and ,5 sub-committee meetings.

Name of committee member	Meetings held																					
	20/7/23	17/8/23	11/9/23	22/9/23	3/10/23	24/10/23	14/12/23	15/1/24	9/2/24	12/2/24	19/2/24	11/3/24	14/3/24	22/3/24	22/4/24	29/4/24	6/5/24	8/5/24	20/5/24	28/5/24	14/6/24	
1 Sammy Kiplagat Rutto	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
2 Nicholas Cheruiyot Sitienei	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
3 Jepchumba Rosemary Tanui	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
4 Dennis Kipkemei	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
5 Priscah Jepkemboi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
6 Noah Kipsang Mengich	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
7 Leah Wamaittha Karuki	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
8 Lilian Lagat	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
9 Judith Jepchumba	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

**f. Remuneration Rates**

The committee members are remunerated from the fund at Kshs 5,000 for members and 7000 for the chairman.

**g. Disclose the policy on conflict of interest**

The Members are required to declare any conflict during meetings, which whenever declared, would be recorded in the minutes and in the register.

**h. Succession plan**

Vacancies arising as a result of the removal or end of tenure of the members of the Constituency Committee, the vacancy shall be filled in the manner set out in section 43 and minutes of the meeting shall indicate the fact of the removal or appointment of members.

**i. Ethics and code of conduct**

The NG-CDFC members shall be of good conduct and adhere to chapter six of the constitution and shall not have any trail of criminal record. Members shall not indulge in any act in contravention the act and other law, policy regulations that govern operations of NG-CDF.

**j. Risk Management**

The constituency has a risk policy which they observe and are required to maintain a risk register. The committee has the following responsibilities

- Ng-cdfc should ensure that staff gratuity is set aside to a deposit which is already done. And also, the ensure employees documents are verified before and after employment. staff establishment to be established
- Ng-cdfc to notify the board in case of change of project scope or activity
- Ng-cdfc to ensure monitoring plan is prepared and adopted and should involve technical officers who will come up with the field report
- Ng-cdfc to ensure bursary cheques are disbursed and tracked to ensure individual student are accounts are accredited and individual acknowledgement and receipts are availed.
- Ngcdfc and technical officer to fast-track project implementation and Ngcdfc to the ensure project proposal are annexed with the Bqs and drawing

## 6. Environmental and Sustainability Reporting

The constituency acknowledges that all its operation as an impact on environment cognisant of sustainable development goal, the NG-CDF KESSES has allocated part of its budget on environmental conservation through activities such as tree planting, water conservation sensitization forums for agroforestry as well as best practises to reduce soil erosion.

The constituency has partnered with institutions of learning to ensure sustainability of the programme.

### 1. Sustainability strategy and profile -

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

**Education and Training:** KESSES Constituency's focus on human capital for constituency development is entrenched in its strategy to support needy and Kesses NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

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

## 2. Environmental performance

- NG-CDF Kesses supports students in planting trees once in an academic calendar
- NG-CDF KESSES supported the community in construction of Chiefs' offices to boost and enhance security.
- NG-CDF KESSES supported sports by sponsoring sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters and drug and substance abuse awareness.

## 3. Employee welfare

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

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

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

## 4. Market place practices-

KESSES Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

#### 5. Community Engagements-

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

#### **Public Participation in Project Identification and Implementation and Monitoring**

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

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

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

#### **Public Awareness**

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

KESSES Constituency has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



.....  
Name: PAUL KIPSANG MAGUT  
Fund Account Manager.

## 7. Statement of Management Responsibilities

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time. The Accounting Officer in charge of the NGCDF-KESSES 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, 2024. 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-KESSES Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the constituency 's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2024, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- KESSES Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

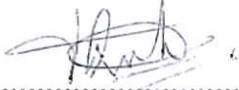
The Accounting Officer in charge of the NGCDF KESSES Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for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

*National Government Constituencies Development Fund (NGCDF)  
Kesses Constituency  
Annual Report and Financial Statements for The Year Ended June 30, 2024*

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Approval of the financial statements

The NGCDF- Kesses Constituency financial statements were approved and signed by the Accounting Officer on 30<sup>TH</sup> JUNE 2024.



.....  
Name: SAMMY KIPLAGAT RUTTO  
Chairman – NGCDF Committee



.....  
Name: PAUL KIPSANG MAGUT  
Fund Account Manager

# REPUBLIC OF KENYA

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*Enhancing Accountability*

## REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KESSES CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2024

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### PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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

### REPORT ON THE FINANCIAL STATEMENTS

#### **Qualified Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kesses Constituency set out on pages 1 to 49, which

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*Report of the Auditor-General on National Government Constituencies Development Fund - Kesses Constituency for the year ended 30 June, 2024*

comprise the statement of assets and liabilities as at 30 June, 2024 and the statement of receipts and payments and statement of cash flows 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 - Kesses Constituency as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 amended in 2022.

### **Basis for Qualified Opinion**

#### **Presentation, Accuracy and Disclosure of the Financial Statements**

A review of the annual reports and financial statements revealed various anomalies as detailed below. This is contrary to Paragraph 27 of the International Public Sector Accounting Standards (IPSAS) 1 which stipulates that the financial statements shall present fairly the financial position, financial performance, and cash flows of an entity.

<b>No.</b>	<b>Component</b>	<b>Finding</b>
1.	Compensation of employees	The NG-CDF basic salaries of Kshs.3,272,341 as disclosed in Note 4 to the financial statements was not in agreement with the ledgers/schedule which disclosed a balance of Kshs.3,018,322.
2.	Prior year adjustment	The prior year adjustment of Kshs.13,000 has not been disclosed in Note 16 to the financial statement as indicated.
3.	Un utilized Fund	The opening balance for un utilized Fund of Kshs.38,879,336 as disclosed in Note 19.3 to the financial statements is not in agreement with the previous year's certificate which reflects Kshs.119,149,262 leading to a variance of Kshs.80,269,926.
4	PMC account Balance	The Nil opening balance for PMC account balances as disclosed in Note 19.4 to the financial statements is not in agreement with the previous year's audit report which disclosed a balance of Kshs.20,728,293.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

## **Unsupported Bursary Funds Disbursement**

The statement of receipts and payments and as disclosed in note 8 to the financial statements reflects other grants and transfers balance of Ksh.60,110,739 which includes a total of Kshs.35,550,600 for bursary to secondary schools, tertiary schools and special schools. However, examination of payment vouchers provided revealed that payments of bursaries made to different schools totaling Kshs.14,091,200 was not acknowledged by the institutions that received the funds.

In the circumstances, the accuracy and completeness of bursary disbursements amounting to Kshs.14,091,200 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Kesses Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

## **Emphasis of Matter**

### **Budget Performance and Control**

The statement of comparison budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.299,608,723 and Kshs.238,556,599 respectively resulting to an under-realization of Kshs.61,052,124 or 20% of the budget. Similarly, the Authority spent Kshs.180,846,071 against actual receipt of Kshs.238,556,599 resulting into an under-expenditure of Kshs.57,710,528 or 24% of the budget.

The under-absorption affected the planned activities and impacted negatively on service delivery to the public

My opinion is not modified in respect of this matter.

## **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters 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**

### **Unresolved Prior Year Audit Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, Report on the Effectiveness of Internal Controls, Risk Management and

Governance and Emphasis of Matter. However, Management has not resolved the issues or given reasons on the failure to adhere to the Public Sector Accounting Standards Board templates.

### **Other Information**

Management is responsible for the other information set out on page (i) to (xxii) which comprise of Key Entity Information and Management, NG-CDF Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Environmental and Sustainability Reporting, and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the National Government Constituencies Development Fund - Kesses Constituency financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Construction of Kesses Police Station.**

Verification of projects revealed that construction of Kesses police station initially awarded to a contractor on 15 June 2021, had stalled to date. Verification of project records indicated that the contract was terminated due to an irregular procurement process. However, Kshs.3,512,176 had been paid for works done and the contract re-advertised and awarded to another contractor on 21 July 2023 at a contract sum of Kshs.8,273,365. The new contractor was to remedy any defects however, the contractor was yet to move to the site and the NG-CDF management did not allocate any additional funding to the project. It was also noted that the PMC bank balance as at 30 June 2023 was Kshs.5,417,449, but it was however, not clear how the funds reduced to a Nil balance in the current year.

In the circumstances, there was no value for money on the expenditure of Kshs.3,512,176 incurred on the project.

## **2. Irregular Appointment of Contract Staff**

During the year under review, it was observed that the Fund engaged two (2) staff on contractual terms from 01 February, 2024 for a period of three (3) years. However, no evidence was provided to show how the recruitment process was done including advertisements, applications and interviews. This is contrary to the national government constituencies development fund regulations, 2016 regulation 18 (1) which states that a Constituency Committee may engage staff in accordance with section 45 of the Act through a transparent and competitive recruitment.

In the circumstances, the Management was in breach of Law.

## **3. Irregular Procurement of Strategic Plan**

The statement of receipts and payments and Note 10 to the financial statements reflects a balance of Kshs.8,500,000 for other payments which included Kshs.3,500,000 incurred on the strategic plan that was procured through restricted tendering. However, there was no evidence to show that there were only a few known suppliers for the service in the market as required by the Public Procurement and Asset Disposal Act, 2015 section 102(1). In addition, there was no evidence to show that the tender was posted on the funds website three days before inviting the bidders and the criteria for evaluation of the tenders was not clearly stated on the invitation for the bids. It was also noted that all the three (3) bidders did not deposit a bid bond but only two (2) of them were disqualified on those grounds.

In the circumstances, the Management was in breach of law.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

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

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **Responsibilities of the Management and those Charged with Governance**

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAI's will always detect a material misstatement 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

31 December, 2024

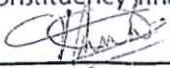
**National Government Constituencies Development Fund (NGCDF)**  
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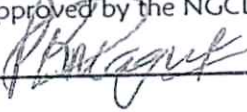
9. Statement of Receipts and Payments for the Year Ended 30th June 2024

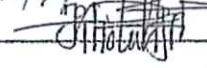
	Note	2023-2024	2022-2023
			Kshs
Transfers from NGCDF Board	1	200,622,370	57,000,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>200,622,370</b>	<b>57,000,000</b>
<b>PAYMENTS</b>			
Compensation of employees	4	4,101,989	1,373,866
Committee expenses	5	2,122,000	2,812,944
Use of goods and services	6	7,152,111	2,952,642
Transfers to Other Government Units	7	98,859,233	-
Other grants and transfers	8	60,110,739	39,080,707
Acquisition of Assets	9	-	706,674
Other Payments	10	8,500,000	-
<b>TOTAL PAYMENTS</b>		<b>180,846,071</b>	<b>46,926,833</b>
<b>SURPLUS/DEFICIT</b>		<b>19,776,299</b>	<b>10,073,167</b>

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

The Constituency financial statements were approved by the NGCDFC on 17/9/2024 and signed by:

  
 Chairman NG-CDF Committee  
 Name: SAMMY KIPLAGAT  
 RUTTO

  
 Fund Accountant Manager  
 Name: PAUL KIPSANG MAGUT

  
 National Sub-County  
 Accountant  
 Name: JOSEPH ROTICH  
 ICPAK M/No: 16799

**National Government Constituencies Development Fund (NGCDF)**  
**Kesses Constituency**  
**Annual Report and Financial Statements for The Year Ended June 30, 2024**

10. Statement of Assets and Liabilities as at 30th June, 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
Cash and Cash Equivalents			
Bank Balances ( as per the cash book)	11A	58,387,772	37,934,229
Cash Balances (cash at hand)	11B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>58,387,772</b>	<b>37,934,229</b>
Accounts Receivable			
Outstanding Imprests	12	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>58,387,772</b>	<b>37,934,229</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable (Deposits)			
Retention	13	-	-
Gratuity	14	664,244	-
<b>NET FINANCIAL ASSETS</b>		<b>57,723,528</b>	<b>37,934,229</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	15	37,934,229	27,861,062
Prior year adjustments	16	13,000	-
Surplus/Deficit for the year		19,776,299	10,073,167
<b>NET FINANCIAL POSITION</b>		<b>57,723,528</b>	<b>37,934,229</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on \_\_\_\_\_ 2024 and signed by:



.....  
Chairman-NG-CDF Committee

Name: SAMMY KIPLAGAT  
RUTTO



.....  
Fund Accountant Manager

Name: PAUL KIPSANG MAGUT



.....  
National Sub-County  
Accountant

Name: JOSEPH ROTICH  
ICPAK M/No: 16799

*National Government Constituencies Development Fund (NGCDF)*  
*Kesses Constituency*  
*Annual Report and Financial Statements for The Year Ended June 30, 2024*

11. Statement Of Cash Flows for the Year Ended 30th June 2024

		2023-2024	2022-2023
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	200,622,370	57,000,000
Other Receipts	3	-	-
		<b>200,622,370</b>	<b>57,000,000</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	4,101,989	1,373,866
Committee expenses	5	2,122,000	2,812,944
Use of goods and services	6	7,152,111	2,952,642
Transfers to Other Government Units	7	98,859,233	-
Other grants and transfers	8	60,110,739	39,080,707
Oversight Committee Expenses	10	-	-
Other Payments	11	8,500,000	-
		<b>180,846,071</b>	<b>46,220,159</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	664,244	-
Prior year Adjustments	16	13,000	-
<b>Net Adjustments</b>		<b>677,244</b>	<b>-</b>
<b>Net cash flow from operating activities</b>		<b>20,453,543</b>	<b>10,779,841</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	(706,674)
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>(706,674)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>20,453,543</b>	<b>10,073,167</b>

*National Government Constituencies Development Fund (NGCDF)*  
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*Annual Report and Financial Statements for The Year Ended June 30, 2024*

Cash and cash equivalent at BEGINNING of the year	11	37,934,229	27,861,062
Cash and cash equivalent at END of the year		58,387,772	37,934,229

**National Government Constituencies Development Fund (NGCDF)**  
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**Annual Report and Financial Statements for The Year Ended June 30, 2024**

**12. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> June 2024**

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		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	179,527,353	37,934,229	82,147,141	299,608,723	238,556,599	61,052,124	80%
Proceeds from Sale of Assets		-	-	-	-	-	0
Other Receipts			-	-	-	-	0
<b>TOTAL RECEIPTS</b>	<b>179,527,353</b>	<b>37,934,229</b>	<b>82,147,141</b>	<b>299,608,723</b>	<b>238,556,599</b>	<b>61,052,124</b>	<b>80%</b>
PAYMENTS							
Compensation of Employees	4,625,191	2,142,894	1,545,288	8,313,373	4,101,989	4,211,384	49%
Committee expenses	2,424,347	320,117	1,608,000	4,352,464	2,122,000	2,230,464	49%
Use of goods and services	7,154,769	861,990	1,655,600	9,672,359	7,152,111	2,520,248	74%
Transfers to Other Government Units	71,067,266	10,454,000	57,071,600	138,592,866	98,859,233	39,733,633	71%
Other grants and transfers	51,368,091	19,101,847	15,834,545	86,304,483	60,110,739	26,193,744	70%
Acquisition of Assets	-	53,381	-	53,381	-	53,381	0%
Other Payments	-	5,000,000	3,500,000	8,500,000	8,500,000	-	100%
Unapproved fund	42,887,689	-	932,108	43,819,797		43,819,797	0%
<b>TOTAL</b>	<b>179,527,353</b>	<b>37,934,229</b>	<b>82,147,141</b>	<b>299,608,723</b>	<b>180,846,071</b>	<b>118,762,652</b>	<b>60%</b>

*\*\*Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

**Explanatory Notes.**

(a) *Transfer to other government units disbursement at 71% because some projects were still pending approval by the board.*

(b) *Employee salaries at 49% attributed to full time employees and two (2) interns late disbursement of funds from the board hence affecting absorption.*

**National Government Constituencies Development Fund (NGCDF)**

**Kesses Constituency**

**Annual Report and Financial Statements for The Year Ended June 30, 2024**

(c) Other grants and transfer at 69% utilization due to late disbursement of funds by the NGCDF BOARD

(d) Acquisition of assets at 0% since there was no acquisition of assets

e) Committee expenses at 48.8% due to late funds disbursement

(f) Use of goods at 73.9% due to late disbursement of funds by the NGCDF board.

(g) Other payments at 90% due to unallocated received funds

(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.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	118,775,250
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2024	61,051,724
	57,723,526
Increase/(decrease) Accounts payable	664,244
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2024	58,387,770

*National Government Constituencies Development Fund (NGCDF)*  
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13. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,625,191	2,142,894	1,545,288	8,313,373	4,101,989	4,211,384
1.2 Committee allowances	1,496,347	310,117	100,000	1,906,464	1,140,000	766,464
1.3 Use of goods and services	3,348,000	476,222	1,481,600	5,305,822	3,688,411	1,617,411
<b>Total</b>	<b>9,469,538</b>	<b>2,929,233</b>	<b>3,126,888</b>	<b>15,525,659</b>	<b>8,930,399</b>	<b>6,595,259</b>
2.0 Monitoring and evaluation						-
2.1 Capacity building	2,070,000	100,000		2,170,000	-	2,170,000
2.2 Committee allowances	928,000	10,000	128,000	1,066,000	982,000	84,000
2.3 Use of goods and services	1,736,769	285,768	174,000	2,196,537	3,463,700	(1,267,163)
<b>Total</b>	<b>4,734,769</b>	<b>395,768</b>	<b>302,000</b>	<b>5,432,537</b>	<b>4,445,700</b>	<b>986,837</b>
3.0 Constituency Oversight Committee (Itemize as per budget)						
3.1 travelling allowance on training			380,000	380,000		380,000
3.2 committee allowance			600,000	600,000		600,000
3.3 accommodation and domestic travel			400,000	400,000		400,000
<b>Sub-total</b>			<b>1,380,000</b>	<b>1,380,000</b>		<b>1,380,000</b>
4.0 Emergency						

**National Government Constituencies Developments Fund (NGCDF)  
Kesses Constituency**

**Annual Report and Financial Statements for The Year Ended June 30, 2024**

Programme/Sub-programme	Original Budget Kshs	Adjustments		Final Budget Kshs	Actual on comparable basis Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
4.1 Primary Schools	8,768,091	7,973,964	4,700,190	21,442,245	8,027,549	13,414,696
CHEPTIRET PRIMARY SCHOOL					700,000	
TULWET PRIMARY SCHOOL					1,200,000	
KIPTEGA SECONDARY SCHOOL					500,000	
CENGALO CHEREBER PRIMARY					300,000	
ST MARK TELDET PRIMARY					300,000	
LELMOKWO PRIMARY					900,000	
KAPTUMO PRIMARY					400,000	
MANAGER COOPERATIVE BANK (KORIOMAT PRIMARY)					1,100,000	
MANAGER COOPERATIVE BANK (KAPSOEN PRIMARY)					1,800,000	
Chagaiya Secondary School					350,000	
DCC Kesse					277,549	
KAPTUMO CHIEFS OFFICE					200,000	
4.2 Secondary schools						
4.3 Tertiary institutions				-		-
4.4 Security projects			-	-		-
<b>Total</b>	<b>8,768,091</b>	<b>7,973,964</b>	<b>4,700,190</b>	<b>21,442,245</b>	<b>8,027,549</b>	<b>13,414,696</b>

*National Government Constituencies Development Fund (NGCDF)*  
*Kesses Constituency*  
*Annual Report and Financial Statements for The Year Ended June 30, 2024*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
<b>5.0 Bursary and Social Security</b>				-		
5.1 Primary Schools	2,000,000	1,000,000		3,000,000	2,555,000	445,000
5.2 Secondary Schools	27,834,539			27,834,539	26,073,300	1,761,239
5.3 Tertiary Institutions	10,165,461	726,209		10,891,670	6,922,300	3,969,370
5.4 Universities				-	-	-
5.5 Education Support Programmes				-		
5.6 Social Security		6,000,000		6,000,000		6,000,000
<b>Sub-total</b>	<b>40,000,000</b>	<b>7,726,209</b>		<b>47,726,209</b>	<b>35,550,600</b>	<b>12,175,609</b>
<b>6.0 Sports</b>						
6.1 Regional sports tournament			350,000	350,000	346,561	3,439
6.2 constituency sports tournament		3,401,674	1,600,000	5,001,674	5,001,674	-
<b>Sub-total</b>	<b>-</b>	<b>3,401,674</b>	<b>1,950,000</b>	<b>5,351,674</b>	<b>5,348,235</b>	<b>3,439</b>
<b>7.0 Environment</b>						
7.1 tulwet chiefs office			200,000	200,000	200,000	-
7.2 kerita primary schoo			200,000	200,000	200,000	-
7.3 Ielmolok primary			200,000	200,000	200,000	-
7.4 lengut primary			200,000	200,000	200,000	-
7.5 racecourse secondary school			200,000	200,000	200,000	-
7.Ngeny primary			200,000	200,000	200,000	-

**National Government Constituencies Development Fund (NGCDF)  
Kesses Constituency  
Annual Report and Financial Statements for The Year Ended June 30, 2024**

Programme/Sub-programme	Original Budget		Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	Kshs	Kshs	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Sub-total	-	-	1,200,000	1,200,000	1,200,000	1,200,000	-
8.0 Primary Schools Projects (List all the Projects)							
Assuriet Primary School	1,000,000		500,000	500,000	1,500,000	1,500,000	-
Bindura Primary School	1,000,000		500,000	500,000	1,500,000	1,500,000	-
Cheboror Primary School	2,400,000	250,000			2,650,000	250,000	2,400,000
Chepkiting Primary School		500,000			500,000	500,000	-
Chepkoiya Primary School		854,000			854,000	854,000	(0)
Chereber Primary School	900,000			111,000	1,011,000	411,000	600,000
Chuchuniat Primary School	1,000,000			111,000	1,111,000	1,111,000	-
Chuiyat Primary School				1,300,000	1,300,000	1,300,000	-
Kabilat Primary School				2,200,000	2,200,000	2,200,000	-
Kabuson Primary School		900,000			900,000	900,000	-
Kamuyu Primary School				500,000	500,000	500,000	-
Kapchorwa Primary School				2,200,000	2,200,000	2,200,000	-
Kapserton Primary School				500,000	500,000	500,000	-
Kapyemit Primary School	1,000,000	250,000			1,250,000	250,000	1,000,000
Kerita Primary School	800,000			500,000	1,300,000	1,300,000	-
Kerita Tulwet Primary School	2,000,000			500,000	2,500,000	2,500,000	-
Kipkorosio Primary School	500,000			100,000	600,000	600,000	-

*National Government Constituencies Development Fund (NGCDF)*  
*Kesses Constituency*  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Koibei Primary School			900,000	900,000	900,000	-
Koiluget Primary School	5,000,000		250,000	5,250,000	550,000	4,700,000
Koisolia Primary School			900,000	900,000	900,000	-
Lainguse Primary School	700,000		500,000	1,200,000	1,200,000	-
Messis Primary School			900,000	900,000	900,000	-
Mochogoret Primary School			900,000	900,000	900,000	-
Muchorwe Primary School			1,300,000	1,300,000	1,300,000	-
Ndungulu Primary School			2,200,000	2,200,000	2,200,000	-
Oasis Primary School			900,000	900,000	900,000	-
Race Course Primary School			3,000,000	3,000,000	3,000,000	-
Rehema Primary School			625,000	625,000	625,000	-
Rukuini Primary School			250,000	250,000	250,000	-
Seiyo West Primary School	500,000	900,000		1,400,000	1,400,000	-
Silaga Primary School		1,200,000		1,200,000	1,200,000	-
Sosiani Primary School			300,000	300,000	300,000	-
St. Catherines Primary School			900,000	900,000	900,000	-
Subukia Primary School		2,000,000		2,000,000	2,000,000	-
Sugunanga Primary School			200,000	200,000	200,000	-
Teldet Primary School			1,800,000	1,800,000	1,800,000	-
Tuiyobei Primary School		900,000		900,000	900,000	-

*National Government Constituencies Development Fund (NGCDF)  
Kesses Constituency  
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Tulwopngetuny Primary School			2,200,000	2,200,000	2,200,000	-
Tumoge Primary School			300,000	300,000	300,000	-
Ketiplong Primary School	1,500,000		1,500,000	3,000,000		3,000,000
AIC Cheplosgei Pri School	1,000,000			1,000,000	600,000	400,000
ACK Murgor Primary School	1,500,000			1,500,000	300,000	1,200,000
Barekeiywo Primary School	2,000,000			2,000,000	2,000,000	-
Boror Primary School	1,000,000			1,000,000	1,000,000	-
Chagaiya Primary School	1,000,000			1,000,000	1,000,000	-
Chebii Primary School	1,000,000			1,000,000	1,000,000	-
Chesunet Primary School	800,000			800,000	800,000	-
Kapkioga Primary School	900,000			900,000	900,000	-
Kapkwenio Primary School	900,000			900,000		900,000
Kaplamai Primary School	1,000,000			1,000,000	1,000,000	-
Kapranga Primary School	1,000,000			1,000,000	1,000,000	-
Kaptumo Pprimary School	1,000,000			1,000,000	1,000,000	-
Kipchamo Central Primary School	600,000			600,000	600,000	-
Kiptega Primary School	800,000			800,000	800,000	-
Koriomat Pprimary School	1,000,000			1,000,000	1,000,000	-
Lelmolok Primary School	1,000,000			1,000,000		1,000,000
Lengut Primary School	1,000,000			1,000,000	1,000,000	-

*National Government Constituencies Development Fund (NGCDF)*  
*Kesses Constituency*  
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Lingway Primary School	800,000			800,000		800,000
Matharu Primary School	1,300,000			1,300,000	1,300,000	-
Mugundoi Primary School	1,000,000			1,000,000	1,000,000	-
Rongai Primary School	900,000			900,000		900,000
Saroiyot Primary School	1,000,000			1,000,000	1,000,000	-
St. Cornelius Tilolwo Pri School	900,000			900,000	900,000	-
Toror Primary School	1,800,000			1,800,000	1,800,000	-
Cheptiret Primary School	2,400,000			2,400,000		2,400,000
Kapilat Primary School	1,200,000			1,200,000	1,200,000	-
Lelmokwo Primary School	2,400,000			2,400,000	2,400,000	-
Seiyo Primary School	933,633			933,633	133,633	800,000
St. Catherine Kahuho Pri School	1,900,000			1,900,000		1,900,000
Chesegem Primary School	2,400,000			2,400,000		2,400,000
Timboroa Primary School	133,633			133,633		133,633
Emkwen Koitebes Pri School	1,500,000			1,500,000		1,500,000
Kaibei Primary School	1,500,000			1,500,000		1,500,000
Ruman Pri School	3,000,000			3,000,000		3,000,000
Tuiyobei Gaa Primary School	1,500,000			1,500,000		1,500,000
Luita block D PRIMARY SCHOOL			1,500,000	1,500,000		1,500,000
				-		-

*National Government Constituencies Development Fund (NGCDF)  
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Programme/Sub-programme	Original Budget		Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	Kshs	Opening Balance (C/Bk) and AIA	Kshs	Previous Years' Outstanding Disbursements			
Sub-total	62,367,266	7,754,000	30,347,000		100,468,266	66,934,633	33,533,633
9.0 Secondary Schools Projects (List all the Projects)							
A.I.C Tulwet Secondary School			1,200,000		1,200,000	1,200,000	-
All Saints Chepkigen Secondary School			2,762,300		2,762,300	2,762,300	-
Barekeiwo Secondary School		2,700,000			2,700,000	2,700,000	-
Cengalo Secondary School			2,200,000		2,200,000	2,200,000	-
Cheptiret Boys Secondary School	5,000,000		5,000,000		10,000,000	5,000,000	5,000,000
Lingway Secondary School			500,000		500,000	500,000	-
Moi University Secondary School			2,762,300		2,762,300	2,762,300	-
Saroyot Secondary School	2,200,000		900,000		3,100,000	3,100,000	-
Sosiani Secondary School			4,200,000		4,200,000	4,200,000	-
St. Catherine's Girls High School			5,000,000		5,000,000	5,000,000	-
Tulwop Ngetuny Secondary			1,000,000		1,000,000	1,000,000	-
Lainguse Secondary School	700,000				700,000	700,000	-
Matharu Secondary School	800,000				800,000	800,000	-
Kaptumo secondary school			1,200,000		1,200,000		1,200,000
Kerita Day Sec School					-		-
Kolwarusen Sec School					-		-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Tumoge Sec School				-		-
Sub-total	8,700,000	2,700,000	26,724,600	38,124,600	31,924,600	6,200,000
10.0 Tertiary institutions Projects (List all the Projects)						
10.1						
10.2						
10.3						
Sub-total	-	-	-	-	-	-
11.0 Security Projects						
Kaptumo Chief's Office			200,000	200,000	200,000	-
Kipchamo Chief's Office	2,000,000			2,000,000	2,000,000	-
Matharu Chief's Office	200,000		2,000,000	2,200,000	2,000,000	200,000
Racecourse Chief's Office			1,784,355	1,784,355	1,784,355	-
Racecourse Chief's Office	200,000		2,000,000	2,200,000	2,000,000	200,000
Tulwet Chief's Office	200,000		2,000,000	2,200,000	2,000,000	200,000
Sub-total	2,600,000	-	7,984,355	10,584,355	9,984,355	600,000
12.0 Acquisition of assets				-		-
12.1 Motor Vehicles (including motorbikes)				-		-
12.2 Construction of CDF office		53,381		53,381		53,381

**National Government Constituencies Developments Fund (NGCDF)  
Kesses Constituency**

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Programme/Sub-programme	Original Budget Kshs	Adjustments		Final Budget Kshs	Actual on comparable basis Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
12.3 Purchase of furniture and equipment				-		-
12.4 Purchase of computers				-		-
12.5 Purchase of land			-	-	-	-
<b>Sub-total</b>	-	<b>53,381</b>	-	<b>53,381</b>	-	<b>53,381</b>
<b>13.0 Others</b>						
13.1 Strategic Plan			3,500,000	3,500,000	3,500,000	-
13.2 Innovation Hub				-		-
<b>UN ALLOCATED FUNDS</b>						
others- Electricity in markets		5,000,000		5,000,000	5,000,000	-
<b>Sub-total</b>	-	<b>5,000,000</b>	<b>3,500,000</b>	<b>8,500,000</b>	<b>8,500,000</b>	-
Funds pending approval**						
Unapproved fund	42,887,689		932,108	43,819,797		43,819,797
AIA						55
PMC Savings						
<b>Sub-total</b>	<b>42,887,689</b>	-	<b>932,108</b>	<b>43,819,797</b>	-	<b>43,819,797</b>
<b>Total</b>	<b>179,527,353</b>	<b>37,934,229</b>	<b>82,147,141</b>	<b>299,608,723</b>	<b>180,846,071</b>	<b>118,762,651</b>

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. This statement totals should time to totals of statement in schedule 12

#### 14. 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:

- Receivables that include imprests
- Payables that include gratuity and retentions.

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

##### 2. Reporting Entity

The financial statements are for the NGCDF-Kesses 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. Recognition of Receipts

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

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

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

###### b. Proceeds from the Sale of Assets

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

**c. Other receipts**

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

**d. Unutilized Funds from PMCs.**

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

**e. External Assistance**

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

**5. Recognition of payments**

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

**a) Compensation of Employees**

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

**b) 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.

**c) Acquisition of Fixed Assets**

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

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

**6. In-kind contributions**

In-kind contributions are donations that are made to the constituency in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the

*National Government Constituencies Development Fund (NGCDF)*

*Kesses Constituency*

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constituency includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

**7. 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 an insignificant risk of changes in value. Bank account balances include amounts held at various commercial banks at the end of the financial year.

**8. 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 imprests or AIE holders. This is an enhancement to the cash accounting policy.

**9. Accounts Payable**

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

**10. Pending Bills**

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

**11. Unutilized Fund**

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

**12. Budget**

The budget is developed on a comparable accounting basis (cash basis except for Imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 29<sup>th</sup> June 2023 for the period 1<sup>st</sup> July 2023 to 30<sup>th</sup> June 2024 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

**13. Comparative Figures**

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

**14. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2024.

**15. Prior Period Errors**

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

**16. Related Party Transactions**

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

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15. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2023-2024	2022-2023
Normal Allocation	Kshs	Kshs
B185096		7,000,000
B185631		21,000,000
BB205768		12,000,000
B206130		5,000,000
B206384		12,000,000
B214484	80,728,824	
B214671	486,209	
B225057	30,000,000	
B226045	28,475,229	
B214957	60,000,000	
(receipt from former Eldoret south NGCDF)	932,108	
<b>TOTAL</b>	<b>200,622,370</b>	<b>57,000,000</b>

2. Proceeds From Sale of Assets

	2023-2024	2022-2023
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**3. Other Receipts**

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts Sale of Tender Documents		
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere (receipt from former eldoret south NGCDF)	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>

**4. Compensation Of Employees**

	2023-2024	2022-2023
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,272,341	1,167,607
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	664,244	169,493
Employer Contributions Compulsory national social security schemes	165,403	36,766
Employer Contributions Compulsory Housing levy		
Employer Contributions to NITA		
<b>TOTAL</b>	<b>4,101,988</b>	<b>1,373,866</b>

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5. Committee Expenses

	2023-2024	2022-2023
	Kshs	Kshs
<b>A.NG CDFC</b>		
Sitting allowance	1,670,000	364,000
Other committee expenses	452,000	2,448,944
<b>TOTAL</b>	<b>2,122,000</b>	<b>2,812,944</b>
<b>B. Constituency Oversight Committee</b>		
Members allowance	-	-
Other committee expenses	-	-
Sub-total	-	-
<b>TOTAL(A+B)</b>	<b>2,122,000</b>	<b>2,812,944</b>

6. Use of Goods and services

	2023-2024	2022-2023
	Kshs	Kshs
Utilities, supplies and services	249,272	359,296
Communication, supplies and services	293,700	99,100
Domestic travel and subsistence	1,121,000	366,000
Printing, advertising and information supplies & services	-	210,410
Rentals of produced assets	-	-
Training expenses	2,179,800	1,169,800
Hospitality supplies and services	100,000	-
Insurance costs	157,732	198,000
Specialised materials and services	-	-
Office and general supplies and services	597,600	110,600
Fuel , oil & lubricants	945,000	197,049
Other operating expenses	1,393,000	-
Bank Charges	60,007	52,790
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	55,000	99,797
Routine maintenance- other assets	-	89,800
<b>TOTAL</b>	<b>7,152,111</b>	<b>2,952,642</b>

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**7. Transfer To Other Government Units**

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers to Primary Schools	66,934,633	
Transfers to Secondary Schools	31,924,600	
Transfers to Tertiary Institutions	-	
<b>TOTAL</b>	<b>98,859,233</b>	<b>-</b>

**8. Other Grants and Other transfers**

	2023-2024	2022-2023
	Kshs	Kshs
Bursary - Secondary ( see attached list)	26,073,300	25,864,620
Bursary -Tertiary ( see attached list)	6,922,300	7,216,087
Bursary- Special Schools	2,555,000	-
Bursary education Support programme	-	-
Social Security programmes (NHIF)	-	4,800,000
Security Projects ( see attached list)	9,984,355	1,200,000
Sports Projects ( see attached list)	5,348,235	-
Environment Projects ( see attached list)	1,200,000	-
Emergency Projects ( see attached list)	8,027,549	-
Roads Projects	-	-
<b>TOTAL</b>	<b>60,110,739</b>	<b>39,080,707</b>

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9. Acquisition Of Assets

	2023-2024	2022-2023
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	706,674
Refurbishment of Buildings	-	-
Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of office furniture and and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
<b>TOTAL</b>	<b>-</b>	<b>706,674</b>

10. Other Payments

	2023-2024	2022-2023
	Kshs	Kshs
Strategic Plan	3,500,000	-
Others-ELECTRICITY- REREC	5,000,000	-
ICT Hubs	-	-
<b>TOTAL</b>	<b>8,500,000</b>	<b>-</b>

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**11. Cash and Cash Equivalents**

Name of Bank and Account No.	2023-2024	2022-2023
	Kshs	Kshs
<b>11A: Bank Accounts (Cash Book Bank Balance)</b>		
Name of Bank, Account No. & currency	2023-2024	2022-2023
	Kshs (30/6/2024)	Kshs (30/6/2023)
Cooperative Bank, Eldoret Branch . Kesses NG-CDF/A/C no.11443590500	57,723,528	37,947,229
family Bank,A/C no.08500114823 Branch . (deposit account)	664,244	-
	-	-
<b>TOTAL</b>	<b>58,387,772</b>	<b>37,947,229</b>
<b>11B: CASH IN HAND)</b>		
	2023-2024	2022-2023
	Kshs (30/6/2024)	Kshs (30/6/2023)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>

**12. Outstanding Imprests**

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

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**13. Retention**

	2023-2024	2022-2023
	KShs	KShs
Retention as at 1 <sup>st</sup> July (A)		
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30 <sup>th</sup> June D= A+B-C		

Retentions aging analysis.

	Insert Current FY	% of the total Retention	Insert Comparative FY	% of the total Retention
Under one year				
1-2 years				
2-3 years				
Over 3 years				
Total				

**14. Gratuity**

	2023-2024	2022-2023
	KShs	KShs
Gratuity as at 1 <sup>st</sup> July (A)	-	-
Gratuity held during the year (B)	664,244	169,493
Gratuity paid during the Year (C)	-	169,493
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	664,244	-

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Gratuity aging analysis

	Insert Current FY	% of the total Gratuity	Insert Comparative FY	% of the total Gratuity
Under one year				
1-2 years				
2-3 years				
Over 3 years				
<b>Total</b>				

*The total above should be equal to the Gratuity closing figures)*

**15. Fund Balance B/F**

	Kshs (1/7/2023)	Kshs (1/7/2022)
	Kshs	Kshs
Bank accounts	37,947,229	27,861,062
Cash in hand		
Imprest		
<b>TOTAL</b>	<b>37,947,229</b>	<b>27,861,062</b>
Less		
Payables: - Retention		
Payables - Gratuity		
Fund Balance Brought Forward		

**16. Prior Year Adjustments**

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

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17. Changes In Accounts Receivable – Outstanding Imprests

	2023-2024	2022-2023
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July (A)		
Imprest issued during the year (B)		
Imprest surrendered during the Year (C)		
Closing accounts in account receivables D= A+B-C		
Net changes in accounts Receivables D - A		

18. Changes In Accounts Payable – Gratuities and Retentions

	2023-2024	2022-2023
	KShs	KShs
Gratuities and Retentions as at 1 <sup>st</sup> July (A)	-	-
Gratuities and Retentions held during the year (B)	664,244	-
Gratuities and Retentions paid during the Year (C)	-	-
Closing account payables D= A+B-C	664,244	-
Net changes in accounts payables D-A	664,244	-

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**19. Other Important Disclosures**

**19.1: Pending Accounts Payable (See Annex 1)**

	2023-2024	2022-2023
	Kshs	Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		
<b>Total</b>		

**Aging Analysis for Pending Accounts Payables**

	2023-2024	% of the total	2022-2023	% of the total
Under one year				
1-2 years				
2-3 years				
Over 3 years				
<b>Total</b>				

**19.2: Pending Staff Payables (See Annex 2)**

	2023-2024	2022-2023
	Kshs	Kshs
NGCDFC Staff		
Others ( <i>specify</i> )		
<b>Total</b>		

**Aging Analysis for staff Payables**

	2023/2024	% of the total	2022/2024	% of the total
Under one year				
1-2 years				
2-3 years				
Over 3 years				
<b>Total</b>				

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19.3: Unutilized Fund (See Annex 3)

	2023-2024	2022-2023
	Kshs	Kshs
Compensation of Employees	4,211,384	2,166,800
Committee expenses	2,230,464	300,000
Use of goods and services	2,520,248	857,990
Transfers to Other Government Units	39,733,633	10,507,590.48
Other grants and transfers	26,193,744	24,101,847.90
Acquisition of Assets	53,381	
Other Payments	-	945,108.00
Unapproved fund	43,819,797	
<b>TOTAL</b>	<b>118,775,250</b>	<b>38,879,336</b>

19.4: PMC account balances (See Annex 5)

	2023-2024	2022-2023
	Kshs	Kshs
PMC account balances		
<b>Total</b>	<b>18,313,332</b>	

19.5 Related Party Transactions

	<i>Insert current FY</i>	<i>Insert Comparative FY</i>
	Kshs	Kshs
<b>Committee Members Remuneration</b>		
Sitting allowance of committee Members during the year	1,670,000	364,000
<b>Transaction with the NGCDF Board</b>		
Receipts from the NGCDF Board during the year	199,690,262	57,000,000
<b>Total</b>	<b>201,360,262</b>	<b>57,364,000</b>

Annexes: 1 Analysis of Pending Accounts Payable

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



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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 20xx	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Compensation of employees	compensation of employees basic salary, nssf, nhif, housing levy and gratuity	4,210,983	2,166,800	
Committee expenses		2,230,464	300,000	
Use of goods & services	General office supplies	2,520,248	857,990	
SPORTS				
Regional sports tournament	Regional sports tournament	3,439	5,351,674	
Amounts due to other Government entities	Primary and secondary school projects		<b>10,507,590.48</b>	
PRIMARY SCHOOL PROJECTS				
Chepkoiya primary school	Renovation of 4 classrooms		807,590.48	
Cheboror Primary School	Construction of 2 classrooms	2,400,000		
Chereber Primary School	renovation of 3 classrooms	600,000		
Ndungulu primary school	Construction of administration block		2,200,000	
Race Course primary school	Construction of administration block		3,000,000	
Tumoge primary school	Purchase of desks		300,000	
Kapyemit Primary School	construction of 1 classrooms	1,000,000		
Koiluget Primary School	construction of JSS laboratory	4,700,000		
Ketiplong Primary School	purchase of 2 acres land	3,000,000	1,500,000	
AIC Cheplosgei Pri School	renovation of 2 classrooms	400,000	-	
ACK Murgor Primary School	renovation of 6 classrooms	1,200,000	-	
Kapkwenio Primary School	construction of 1 classrooms	900,000	-	

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Lelmolok Primary School	renovation of 5 classrooms	1,000,000	-	
Lingway Primary School	renovation of 4 classrooms	800,000	-	
Rongai Primary School	construction of 1 classroom	900,000	-	
Cheptiret Primary School	construction of 2 classroom	2,400,000	-	
Seiyo Primary School	renovation of 4 classrooms	800,000	-	
St. Catherine Kahuho Pri School	Construction of 2 classrooms	1,900,000		
Chesegem Primary School	construction of 2 classrooms	2,400,000	-	
Timboroa Primary School	Purchase of lockers	133,633	-	
Emkwen Koitebes Pri School	purchase of 1 acre land	1,500,000	-	
Kaibei Primary School	purchase of 1 acre land	1,500,000		
Ruman Pri School	purchase of 2 acre land	3,000,000	-	
Tuiyobei Gaa Primary School	purchase of 1 acre land	1,500,000		
Luita block D PRIMARY SCHOOL	purchase of 1 acre land	1,500,000	1,500,000	
Sub-Total		33,533,633		
Secondary schools				
Cheptiret Boys Secondary School	construction of admin block	5,000,000		
Kaptumo secondary school	purchase of lab equipment's	1,200,000	1,200,000	
Sub-Total		6,200,000		
Bursary				
Secondary schools bursary	bursary for needy students	1,761,239		
tertiary schools	bursary for needy students	3,969,370		
special needs	bursary for needy students	445,000	1,000,000	

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
social security	NHIF for vulnerable	6,000,000	6,000,000	
		<b>12,175,609</b>		
Emergency	Emergency for various institutions	13,414,696	7,050,174	
Amounts due to other grants and other transfers	Bursary , emergency funding and social security			
security projects				
Matharu Chief's Office	Purchase of office furniture	200,000		
Racecourse Chief's Office	construction of multipurpose hall	200,000		
Tulwet Chief's Office	construction of chiefs office	200,000		
		<b>600,000</b>		
Environment				
7.1 Tulwet chiefs office	planting of seedlings	-	200,000	
7.2 Kerita primary school	planting of seedlings	-	200,000	
7.3 Lelmolok primary	planting of seedlings	-	200,000	
7.4 Lengut primary	planting of seedlings	-	200,000	
7.5 racecourse secondary school	planting of seedlings	-	200,000	
7.Ngeny primary	planting of seedlings	-	200,000	
Sub-Total		-	<b>1,200,000</b>	
Acquisition of assets				
	Construction of cdf office	53,381		
Oversight Committee Expenses(itemize)		-		
Others (specify)	AIA, Roads	945,108	945,108	

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
constituency strategic plan	strategic plan	-	3,500,000	
Sub-Total				
Funds pending approval	Projects not yet unproved	42,887,689		
Grand Total		118,775,250	38,879,336	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2022-23	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End 2023-24
Land	-			-
Buildings and structures	11,745,513			11,745,513
Transport equipment	10,559,857			10,559,857
Office equipment, furniture and fittings	2,723,033			2,723,033
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment				
Intangible assets				
<b>Total</b>	<b>25,028,403</b>			<b>25,028,403</b>

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**Annex 5 –PMC Bank Balances as at 30<sup>th</sup> June 2024**

PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
Ack St. Luke cheptiret sec.sch	SIDIAN	1008030005989	5,002,509 -	523,857
Aic isaac kosgei sec	NATIONAL	102502864702	-	925
Aic keringet plateau pry	COOPERATIVE	1139441978900	-	2,157
Aic reverend mesis pry	COOPERATIVE	O1141672756900	81,976 -	46,439
Aic Ruman pry	COOPERATIVE	1139443844500	-	48,709
Aic Tulwet Secondary School	NATIONAL	O1021030761802	1,192,929	929
All saints Chepkigen Secondary school	COOPERATIVE	01141672579400	61,946	7,001,871
Assururiet Primary School	COOPERATIVE	01141440095702	207,294	51,078
Barekeiwo Secondary school	COOPERATIVE	01139440906400	266,173	1,911
Bindura Primary School	COOPERATIVE	01141672684700	813.20	
Bindura sec	COOPERATIVE	01141672522800	-	5,662
Bishop muge subukia sec	KCB	1152096419	-	-
Boror primary school	EQUITY	1090297628384	-	-
Cengalo secondary school	SIDIAN	O1008030005776	-	5,594
Chagaiya primary	COOPERATIVE	O1141443753000	-	13347,
Chagaiya sec	COOPERATIVE	1141442714000	-	167,777
Chebii primary school	EQUITY	300299053109	-	15,544
Cheboror primary school	COOPERATIVE	01141443729000	-	12,640
Chemare primary	COOPERATIVE			

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PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
school		1141673777600	-	19,714
Chemenei pry	COOPERATIVE	O1141443223500	-	19,007
Chepkitiny primary school	EQUITY	O300262689113	507	
Chepkoiya primary school	COOPERATIVE	1141958305400	15,510	
Chepkoiyo secondary	KCB	1157528805	-	292,990
Cheplaskei boys high school	KCB	1170830927	-	170,214
Cheplosgei primary school	NATIONAL	1024027618901	-	71
Cheptiret primary school	EQUITY	300264231133	-	-
Chereber pry school	COOPERATIVE	1139441123500	-	790
Chesegem primary school	COOPERATIVE	1141673751500	-	118,034
Chesunet pry	COOPERATIVE	1141443670100	-	1,185
Chirchir primary school	COOPERATIVE	1139441814700	-	10,276
Chirchir secondary school	NATIONAL	124203088,001	-	-
Chuchuniat pri school	EQUITY	1090297423785	-	-
Chuiyat chief	COOPERATIVE	01141673845400	-	6,168
Chuiyat Primary School	COOPERATIVE	1141672532200	2,160	10,699
Emkwen koitebes primary School	COOPERATIVE	1141674518500	-	893
Hill school sec	KCB	1129707407	-	-
Hill school primary school	COOPERATIVE	1141880305600	-	197,623
Kabuson Adventist Primary School	COOPERATIVE	1100313144001	84,488	
Kaptumo sec	COOPERATIVE			

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PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
		1,141,673,528,700	-	179,899
Kaibei Primary School	COOPERATIVE	1100300786001	290	
Kamuyu primary school	KCB	1,234,291,223	-	-
Kamuyu secondary School	COOPERATIVE	1141672551900	1,981	705,999
Kapchorwa Primary School	EQUITY	300263840944	202,658	1,166
Kapilat Primary School	NATIONAL	01024017993400	28,221	1,695
Kapkoi chiefs office	COOPERATIVE	01141958684800	-	7,513
Kapkoi primary school	SIDIAN	01008030007604	-	-
Kaplamai primary school	SIDIAN	01008030008287	-	80,456
Kapranga primary school	COOPERATIVE	01141958617400	-	5,406
Kapserton primary school	COOPERATIVE	1141046298500	1,259 -	19,918
Kaptumo pri	COOPERATIVE	1141880074900	-	97,187
Kapyemit pry	COOPERATIVE	1139442970700	-	94,385
Keringet secondary school	COOPERATIVE	01141443731900	-	12,916
Kerita day sec	KCB	1234305291	-	823,244
Kerita kosyin pry	NATIONAL	1024027774901	-	188,151
Kerita primary school	SIDIAN	01008030001088	-	107,922
Kerita Tulwet primary school	KCB	1171020082	43,357	1,442
Kesses dcc office	COOPERATIVE	1,141,957,273,200	-	337,626
Kesses police station	COOPERATIVE	1,141,647,036,000	-	5,417,449
Ketiulong pri	COOPERATIVE			

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PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
school		1,139,045,905,901	-	38,705
Kipchamo chiefs office	COOPERATIVE	1,141,958,686,600	-	109,434
Kipkorosyo primary school	SIDIAN	O1008030002041	-	23,002
Kiptega primary	KCB	1,255,441,453	-	68
Kiptega secondary school	COOPERATIVE	1,141,672,218,100	-	1,454,396
Koiluget pri school	EQUITY	300,297,864,171	-	107,402
Koiluget secondary school	COOPERATIVE	1,139,442,709,901	-	4,204
Koisagat primary school	COOPERATIVE	1,141,441,799,300	-	2,845
Koisagat sec	COOPERATIVE	O1139443402800	-	53,053
Koisolia pri school	COOPERATIVE	1,141,958,696,200	17,114	17,139
Koitebes primary school	COOPERATIVE	1,141,440,957,700	-	43,309
Koiwarusen pri school	COOPERATIVE	1,139,441,841,000	-	107,133
Koiwarusen sec	COOPERATIVE	1,141,674,019,700	-	21,090
Kondoo farm nine pry	NATIONAL	1,024,091,719,200	-	338,290
Kondoo police station	NATIONAL	1,141,958,912,300	-	1,608,041
Koriomat pri school	NATIONAL	1,024,028,396,001	-	6,765
Lainguse chief	COOPERATIVE	1,141,674,116,200	-	103,652
Lainguse primary	COOPERATIVE	1,141,440,496,600	-	1,040
Lainguse secondary school	COOPERATIVE	1,141,673,447,700	-	6,384
Lelmolok primary school	COOPERATIVE	O1141958746200	-	32,187
Lelmolok	NATIONAL			

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PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
secondary school		1,025,027,932,303	-	66,113
Lengut primary school	COOPERATIVE	1,141,810,260,800	-	48
Lingway Secondary school	COOPERATIVE	1139440906400	503,291	710,738
Matharu primary school	KCB	1,156,628,660	-	700
Matharu sec	KCB	1,236,047,443	-	21,306
Mkombozi secondary school	NATIONAL	1,025,029,093,902	-	11,347
Mogobich pri school	NATIONAL	1,024,027,996,001	-	38,869
Mogochoret pry	SIDIAN	1,008,030,000,383	-	1,850
Moi university pri	NATIONAL	1,024,027,998,602	-	1,863
Moi university secondary School	NATIONAL	1022208277200	390,861	225,965
Muchorwe primary school	COOPERATIVE	1141443696100	173,540	95,334
Mugundoi pry	COOPERATIVE	1,139,443,693,900	-	8,150
Murgor pry	COOPERATIVE	O1141810276100	-	19
Nabkoi boarding pry	COOPERATIVE	O1141442103400	-	142,862
Ndungulu primary school	COOPERATIVE	1141046771600	122,472	13,608
Ndungulu sec	COOPERATIVE	1,139,046,066,802	-	5,600
Ngeny primary school	COOPERATIVE	1,141,443,589,500	-	1,659,409
Oasis primary school	COOPERATIVE	1141673444100	52	27,051
Racecourse chiefs office	COOPERATIVE	1100256996001	3,742,305	
Racecourse Primary school	COOPERATIVE	1141443751100	26,265	
Racecourse sec	ACCESS			

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PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
		65,231,001	-	23,827
Rehema pry	NATIONAL	1,024,028,600,401	-	667,659
Rehema sec	COOPERATIVE	1,141,443,803,400	-	6,179
Rongai primary school	COOPERATIVE	1,141,674,196,600	-	11,674
Rukuini primary school	COOPERATIVE	1,141,673,779,200	-	64,648
Sambul primary school	COOPERATIVE	1,139,441,760,601	-	5,815
Saroiyot mixed Secondary	NATIONAL	1025081888802	91,246	4680,
Saroiyot primary school	COOPERATIVE	1,141,810,298,600	-	31,251
Seiyo primary school	COOPERATIVE	1,141,958,713,700	-	293,403
Seiyo sec	COOPERATIVE	114,140,093,300	-	7,083,145,
Seiyo west Primary school	COOPERATIVE	114195747500	68,369	
Seiyowest primary school	COOPERATIVE	1,141,958,747,500	-	1,975
Silaga primary school	EQUITY	1,090,262,607,281	663	6,283
Sosiani Primary school	COOPERATIVE	1141673872400	1,850	277,599
Sosiani secondary school	NATIONAL	01025073353402	1,810,313	22,128
St mark teldet primary school	ACCESS	22276600	67,593	20,228
St mark teldet sec	EQUITY	0300262296784	-	99,738
St Michael's Tulwopngetuny secondary school	NATIONAL	2530750000	1,053,506	
St. Catherine primary school	COOPERATIVE	1141086036400	468,750	20,726
St.catherine high school	NATIONAL	1224027776201	886,920	

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PMC	Bank	Account number	Bank Balance Current 2023-2024	Bank Balance Comparative 2022-23
St.cornelious Tilolwo pri	COOPERATIVE	1,141,045,069,100	-	36,209
St.Michael Tulwopngetuny sec	NATIONAL	O1025030750000	-	53,505
Subukia primary school	NATIONAL	O1024028222901	2,538	229,258
Sugunanga primary school	COOPERATIVE	1141674485800	200,476	
Sukunanga primary school	COOPERATIVE	1,141,674,485,800	-	200,476
Tarakwa primary school	COOPERATIVE	1,141,086,570,600	-	1,849
Timboroa primary school	NATIONAL	1,022,028,244,400	-	2,962
Toror pry	COOPERATIVE	O1139442730100	-	23,801
Tuiyobei gaa Primary School	COOPERATIVE	1139442147000	28,856	61,582
Tulwet chiefs office	COOPERATIVE	1100242167001	1,241,843	
Tulwet primary school	COOPERATIVE	1,139,441,595,400	-	109,279
Tulwopngetuny primary school	COOPERATIVE	1141674044900	220,446	1,001,354
Tumoge primary	COOPERATIVE	1,141,441,868,000	-	111,028
Tumoge secondary	NATIONAL	1,025,062,982,302	-	1,380
<b>TOTAL</b>			<b>18,313,333</b>	<b>27,309,918</b>

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**Annex 6: Progress On Follow Up of Auditor Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	<p>Variance between financial statements and notes</p> <p>The statement of receipts and payments and note 5 to the financial statements reflects committee expenses amount of kshs 2,812,944 while the corresponding note 5 to the financial statements discloses committee expenses amount of kshs 4,508,600 resulting to an explained variance of kshs 1,695,656</p> <p>Further the statement reflects committee expenses of kshs 2,812,944 out of which a balance of kshs 2,104,844 was not supported by payment voucher. The amount includes an amount of kshs 256,000 that was paid as sitting allowance to committee members for bursary vetting however bursary</p>	<p>We concur with the auditor's information however the management endeavours to correct in the next IPSAS Report Committee expenses vouchers now available</p>	Not yet resolved	January 2025

**National Government Constituencies Development Fund (NGCDF)**

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**Annual Report and Financial Statements for The Year Ended June 30, 2024**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	vetting report were not provided for audit. In the circumstances the accuracy and completeness of committee expenses amounting to kshs 2,812,944 could not be confirmed			
2	Unsupported acquisition of assets The statement of receipts and payment and note 9 to the financial statements reflects acquisition of assets amounting to kshs 704,674 which relates to construction of buildings. However, payment vouchers were not provided for audit review. In the circumstances accuracy and completeness of acquisition of assets amount of kshs 706,674 could not be confirmed.	It is true that during audit review process the payment vouchers were not availed since there was a mix up of files within the offices however payment vouchers have been retrieved and we wish to provide to the auditor.	Not yet resolved	November 2024
3	Unsupported bursary disbursement The statement of receipts and payment and note 8 to the financial statement reflects other grants and	During the financial year several students benefited from bursary amounting to kshs 33,080,707 and cheque disbursed to respective	Not yet resolved	December 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>transfer balance of kshs 39,080,707 which includes an amount of kshs 33,080,707 for bursary to secondary schools and tertiary institutions. However, examination of payment vouchers provided for audit revealed that payments for bursary made to deferent schools totalling to kshs 24,274,559 was not acknowledged by the institutions that received the money. In the circumstances the accuracy and completeness of bursary disbursements amounting to kshs 24,274,559 could be confirmed.</p>	<p>schools. Acknowledgement letters were not received on time hence during audit review they were not available. However, the management have received them We endeavor to avail the same to the auditor</p>		
4	<p>Budgetary control and performance The summary statement of appropriation reflects receipts, budget and actual on the comparable basis of kshs 166,076,095 and kshs 84,861,062 respectively resulting to underfunding of kshs 81,215,033 or</p>	<p>It is true that there was underfunding and underutilization resulting from late disbursement of funds from the NGCDF board. The management wishes to disburse funds as soon as they are received for better and quick delivery of</p>	Not yet resolved	November 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	49% of the budget. Similarly, the funds spent of Kshs 46,926,833 against actual receipts of kshs 84,861,062 resulting to underutilization of kshs 37,934,229 or 44.7% of the actual receipts. The underfunding and underutilization affected the planned activities and may have adversely impacted on the service delivery to the public	service to the public		



PAUL KIPSANG MAGUT  
Fund Account Manager.