

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

PARLIAMENT  
OF KENYA  
LIBRARY


**OF**

**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT CONSTITUENCIES  
DEVELOPMENT FUND – KIPKELION WEST  
CONSTITUENCY**

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

 <b>THE NATIONAL ASSEMBLY</b>	
<b>AND LAID</b>	
<b>DAY.</b>	
Wednesday	
TABLED BY:	Hon. Owen Bayo, MP Deputy Leader of Majority
CLERK-AT THE-TABLE:	Ether Nginyo

✓

1944  
MAY 1944  
1944



---

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**  
**KIPKELION WEST CONSTITUENCY**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>th</sup> JUNE 2024**

---

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

<b>Table of Contents</b>	<b>Page</b>
1. Acronyms and Definition of Key Terms .....	ii
2. Key Constituency Information and Management .....	iii
3. NG-CDFC Chairman's Report .....	vii
4. Statement of Performance Against Predetermined Objectives for FY 2023/2024 .....	xi
5. Governance Statement .....	xiv
6. Environmental and Sustainability Reporting .....	xix
7. Statement of Management Responsibilities .....	xxiii
8. Report of the Independent Auditors on The NGCDF-KIPKELION WEST Constituency .....	xxv
9. Statement of Receipts and Payments for the Year Ended 30th June 2024 .....	1
10. Statement of Assets and Liabilities as at 30th June, 2024 .....	2
11. Statement Of Cash Flows for The Year Ended 30th June 2024 .....	3
12. Summary Statement of Appropriation for The Year Ended 30 <sup>th</sup> June 2024 .....	4
13. Budget Execution By Sectors And Projects For The Year Ended 30 <sup>th</sup> June 2024 .....	6
14. Significant Accounting Policies .....	19
15. Notes To the Financial Statements .....	24
16. Annexes .....	36

## **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.

## **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;

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

---

- 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 KIPKELION WEST 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:

No	Designation	Name
1.	AIE holder	Caroline Cheres
2.	National Sub-County Accountant	CPA Crispus M Jumbe
3.	Chairman NGCDFC	Eric Murei
4.	Member NGCDFC	Joel Maiga

### **(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 KIPKELION WEST 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 KIPKELION WEST Constituency Headquarters**

P.O. Box 150-20202

Kipkelion

Engineers.

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

---

**(f) NGCDF KIPKELION WEST Constituency Contacts**

Telephone: (254) 768829384  
E-mail: [cdkipkelionwest@ngcdf.go.ke](mailto:cdkipkelionwest@ngcdf.go.ke)  
Website: [www.go.ke](http://www.go.ke)

**(g) NGCDF KIPKELION WEST Constituency Bankers**

1. Bank A. (Operations Account).  
KCB BANK  
Branch- LONDIANI  
A/C no. 1147413584
2. Bank B. (Deposit account).  
KCB Bank  
Branch- LONDIANI  
A/C no. 1325259314

**(h) Independent Auditor**

Auditor General  
Office of the Auditor General  
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**



**ERIC MUREI  
 CHAIRMAN- KIPKELION WEST NGCDFC**

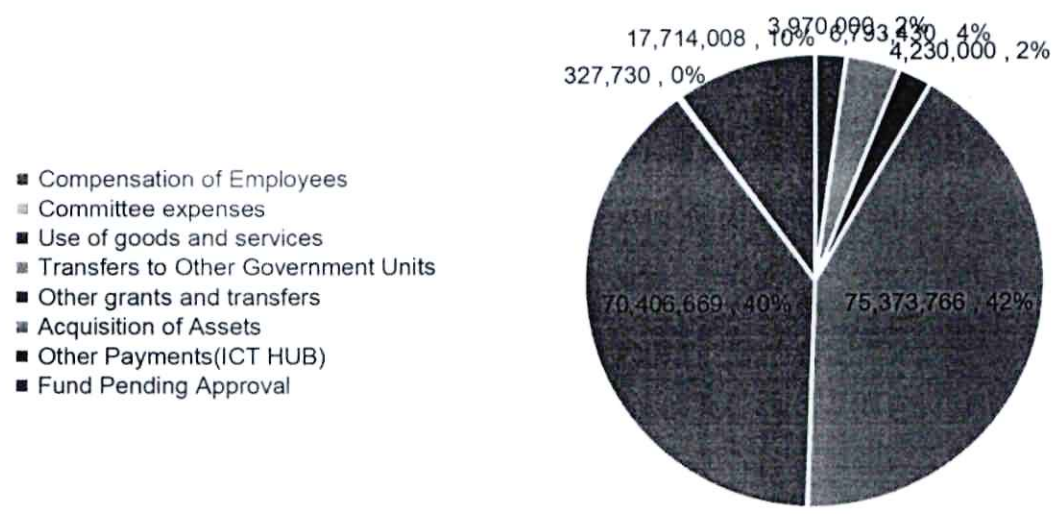
**FUNDS DISBURSEMENTS:**

KIPKELION WEST NG-CDF has in the last financial year disbursed **Kshs 188,303,912** out of a total allocation of **Kshs 178,815,603** plus unspent balance from the **FY 2022/2023** of **Kshs 6,881,761** and undisbursed **Kshs 68,303,912** from the Board making a total budget of **Kshs 254,001,276**. This shows improved absorption of funds compared to the previous financial year.

**GRAPHICALLY**

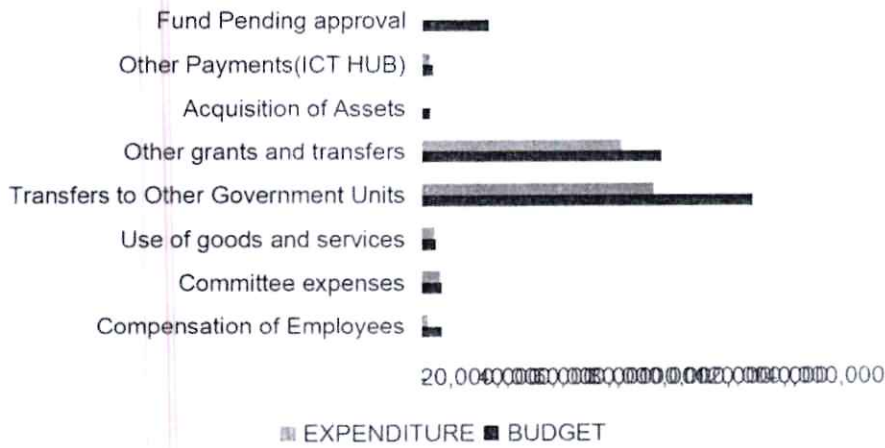
**1. BUDGET ALLOCATION 2023/2024**

**BUDGET ALLOCATION**



**2. BUDGET VS EXPENDITURE FOR THE FY 2023/2024**

**BUDGET AGAINST EXPENDITURE**



**Key Achievements:**

The greatest achievements are in project implementation which included improvement of learning structures in schools by construction of classrooms and administration blocks.

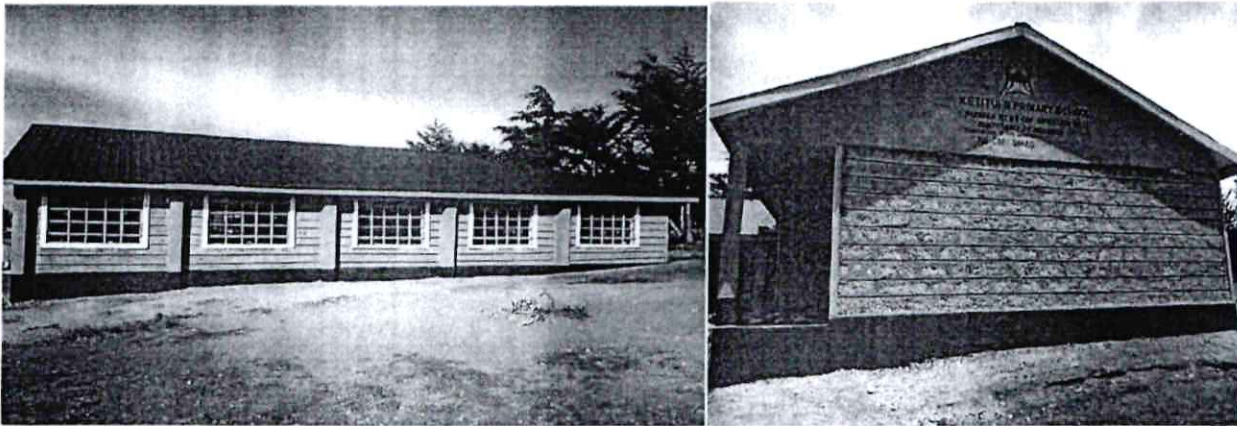
The management also constructed several classes during the financial year to create conducive environment for learning:

Sample of the classrooms constructed:

- 1. Tunnel Secondary School- completion of administration block- Kshs 2M**



## 2. Ketitui B Primary School- construction of two classrooms- Kshs 1.6M



### **Emerging issues:**

Emerging issues include:

1. High demand for bursary due to high poverty index.
2. High cost of building materials due making the cost of building per classroom higher and hence less numbers are allocated funds in the Financial Year.
3. Community demand for purchase of land and establishment of new schools.
4. Ever rising population of school going children that the 40% threshold is never sufficient to the many needy children.

### **Challenges:**

1. Some schools are inaccessible due to poor road networks.
2. The late release of funds to the constituency delayed the implementation of most of the activities in the constituency.
3. Lack of technical people like procurement officer.
4. Lack of know-how in terms of project prioritisation among the public during public participation forums, coupled by listing of projects that are beyond the scope of NG-CDF Act.

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

---

**Way forward**

The NG-CDF Board to disburse projects on timely basis for the constituencies to implement projects within the stipulated financial year.

NG-CDF Board to liaise with relevant government department for deployment of technical officers

  
.....  
**Name: Erick Murei**  
**Chairman NGCDF Committee**

#### **4. Statement of Performance Against Predetermined Objectives for FY 2023/2024**

##### **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 **Kipkelion West Constituency 2022-2027** plan are to:

- Improving the quality of education in the constituency
- Improving enrolment into primary and secondary schools
- Improving security in schools
- Increase access to education and training for learners with special needs and disability
- Improving access to security services within the constituency
- Improving the working and living condition for the security personnel.
- To improve access to safe water
- To increase tree cover from 7% to 10%
- To improve access to security services within the constituency
- To improve living and working condition of security personnel
- To promote sports and cultural activities

##### **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:

Constituency Program	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	<ul style="list-style-type: none"> <li>- number of usable physical infrastructure build in primary, secondary, and tertiary institutions</li> <li>- number of bursary beneficiaries at all levels</li> </ul>	In FY 23/2024-we have constructed 6 admin blocks, constructed 30 classrooms in primary school, 3single labs in secondary school, renovation of classrooms in 13 schools, in disbursed bursary for the 6500 needy students and we co fund with brighter community construction of toilets in 10 schools
Security	To have conducive working environment for security agencies	Increased construction of chief's office	Improved security in the area	In FY 2023/2024 we have constructed 1 chiefs offices
Environment	To improve environment by carrying out environmental activities	Increased planting of trees both indigenous and fruit trees	Improved environment	In the FY 2023/2024, disbursed environmental funds at Kshs 300,000 and construction of NGCDF office toilet
Sports	To empower youth through sports activities	Increased sports activities through KIPKELION WEST tournament	Improved youth empowerment	In the year 2023/2024, we have carried out one sports tournament from ward level to the constituency level
Emergency	To mitigate disasters through disaster management	Increased capacity building on disaster management	Improved awareness	Management has carried out PMC & CDFC capacity building to improve in the management of NG-CDF funds, disbursed emergency funds worth Kshs

**KIPKELION WEST Constituency**

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

Constituency Program	Objective	Outcome	Indicator	Performance
				5,750,000. funding of collapsed toilet in Sugutek primary kshs 450,000, Lewsirwo secondary school (toilet and store ksh 1.95M), Barsiele secondary (reroofing of 9 classrooms blow by wind kshs 1.3M), Chepkechei secondary school (reconstruction of crack walls kshs 850,000and Kipkelion DCC office;(reconstruction of crack toilet and office kshs 1.2M)

## **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 gazettment by the board. The current NGCDFC members were gazetted in 29<sup>th</sup> November 2022 and the first meeting was held in 30<sup>th</sup> December 2022.

The persons appointed are drawn from different groupings as follows:

- Male Adult – Eric murei- Chairman
- Male youth – patrick kimeto - Member
- Female adult – Alice chepngetich - Member
- Female youth –lucy jepchirchir - Member
- PWD REP – miriam Birir - Member
- CO-opted Member - Henry cheruiyot- Member
- Nominee of constituency Office – joel maigha- Secretary
- Nominee of constituency Office – caroline chengetich soi - Member

**b. NG-CDF 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.

**c. The Role of the Constituency Committee**

- i. Convene public meetings in every ward in the constituency to deliberate to on development matters,
- ii. Deliberate on project proposals and any other projects considers beneficial to constituency,
- iii. list of projects to be submitted in accordance with the Act to be submitted to the to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act
- iv. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund,
- v. Ensure that all projects receive adequate funding and are completed within three years;
- vi. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- vii. Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;

- viii. Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;
- ix. Enter into performance contracting with the Board on an annual basis;
- x. Receiving and addressing all complaints

**d. Removal of a member**

Members of the NGCDFC may be removed in accordance with the provisions of the NG-CDF Act, 2015, and relevant regulations.

Grounds for removal include

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

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

Upon appointment, NGCDFC Members undergo a comprehensive induction program. This program equips Members with a thorough understanding of their roles, responsibilities, and ethical obligations. Training sessions are conducted regularly to keep Members updated on relevant laws, regulations, and best practices in governance, finance, and project management.

The constituency undertook NG-CDFC training at Continental Hotel in Mombasa on May 2024.

**f. Number of Meetings held**

The NG-CDFC holds regular meetings to deliberate on NG-CDF matters, project progress, and financial issues. The Committee convenes at least once every quarter, and at most twenty-four meetings in a year. It also includes additional meetings scheduled in between to address emerging issues and project needs. We have been able to conduct 24 meeting and the during the time we were able to hold 14 meetings and 10 subcommittee meeting.

NO	Name of committee member	Meetings held											
		13/7/23& 28/7/23	5/8/23 & 21/8/23	7/9/23 & 9/9/23	6/10/23& 16/10/23	9/11/23& 22/11/23	05/12/23& 11/12/23	9/1/24& 18/1/24	14/2/24& 24/2/24	5/3/24& 12/3/24	16/4/24& 4/4/24	9/5/24& 29/5/24	13/6/24& 27/6/24
	Name	√	√	√	√	√	√	√	√	√	√	√	√
1	Erick murei	√	√	√	√	√	√	√	√	√	√	√	√
2	Joel maigha	√	√	√	√	√	√	√	√	√	√	√	√
3	Patrick kimeto	√	√	√	√	√	√	√	√	√	√	√	√
4	Caroline soi	√	√	√	√	√	√	√	√	√	√	√	√
5	Alice chepngetich	√	√	√	√	√	√	√	√	√	√	√	√
6	Lucy jepchirchir	√	√	√	√	√	√	√	√	√	√	√	√
7	Miriam birir	√	√	√	√	√	√	√	√	√	√	√	√
8	Henry cheruiyot	√	√	√	√	√	√	√	√	√	√	√	√

**g. Members' Remuneration**

NG-CDFC Members serve the constituency and are not given a salary but an allowance as compensation for their service. This ensures that their decisions and actions are guided solely by the best interests of the constituency and not influenced by personal gain with chairperson sitting allowances at Kshs 7,000 and members at Kshs 5,000

**h. Disclosure Policy on Conflict of Interest**

The NG-CDFC is committed to maintaining the highest standards of integrity and transparency. To address potential conflicts of interest, Members are required to disclose any personal, financial, or professional interests that may conflict with their

responsibilities as NG-CDFC Members. In cases of conflicts, Members are expected to excuse themselves from relevant discussions and decisions, and these conflicts are duly recorded in the minutes of the meetings.

**i. 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

**j. Ethics and Conduct**

The NG-CDFC is guided by a strict code of ethics and conduct that includes principles such as integrity, accountability, transparency, and professionalism. Members are expected to adhere to these principles in all their dealings related to NG-CDF matters.

**k. Risk Management**

The NG-CDFC recognizes the importance of risk management in the prudent utilization of NG-CDF funds. The Committee, in collaboration with relevant stakeholders, assesses and mitigates risks associated with project implementation, financial management, and governance. Regular risk assessments are conducted to identify potential threats and develop strategies to address them.

Some of the risks and management are:

- i. Mismanagement of project funds: - CDFC must ensure proper management of funds by forming five-member committee to manage funds in a particular project. These members must know any payment being made and approved by the Fund manager
- ii. Conflict of interest: - There should be no conflict of interest for proper performance of the NGCDF.

## **6. Environmental and Sustainability Reporting**

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

### **1. Sustainability strategy and profile -**

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

**a. Education and Training:** KIPKELION WEST Constituency's focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers, thereby contributing positively to the economic growth of the constituency. This strategy takes care of both 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**

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.

## **3. Employee welfare**

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. KIPKELION WEST 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-**

KIPKELION WEST 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-**

KIPKELION WEST 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**

KIPKELION WEST 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.

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



.....  
**Name: Caroline Cheres  
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 KIPKELION WEST 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 KIPKELION WEST 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 KIPKELION WEST 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 KIPKELION WEST Constituency further confirms the completeness of the accounting records maintained for the KIPKELION WEST 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.

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

---

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

**Approval of the financial statements**

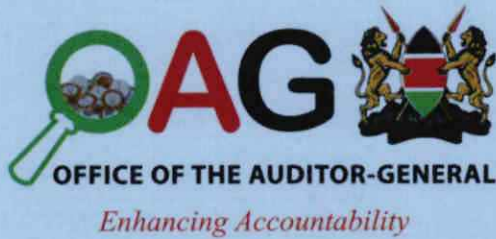
The NGCDF KIPKELION WEST Constituency financial statements were approved and signed by the Accounting Officer on 9/12/24 2024.

.....  
Name: Erick Murei  
Chairman – NGCDF Committee

.....  
Name: Caroline Cheres  
Fund Account Manager

# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
Email: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



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

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

---

### **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 Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, 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 Constituencies Development Fund - Kipkelion West Constituency set out on pages 1 to 59, which comprise the

statement of assets and liabilities as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows, summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Kipkelion West 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 2022).

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Financial Statements**

Review of the financial statements revealed the following errors;

- a. The statement of receipts and payments reflects a comparative balance of Kshs.4,484,100 in respect to Committee expenses. However, the balance differs with the explanatory Note balance of Kshs.5,133,600 resulting to an unexplained variance of Kshs.649,500.
- b. The statement of receipts and payments reflects Kshs.723,000 and Kshs.2,710,966 in respect to Oversight Committee expenses and other payments, respectively, with explanatory Notes number 10 and 11. However, the explanatory notes indicated were erroneous as Oversight Committee expenses and other payments appears in Note 5 and Note10 to the financial statements, respectively.

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

#### **2. Unsupported Bursaries to Secondary Schools and Tertiary Institutions**

The statement of receipts and payments reflects other grants and transfers of Kshs.71,180,744 which as disclosed in Note 8 to the financial statements includes bursary payments to secondary schools, tertiary institutions and Special schools amounting to Kshs.51,720,089, Kshs.7,090,000 and Kshs.630,000, respectively, totalling to Kshs.59,440,089. However, vetting reports, minutes of vetting committee meetings and supporting schedules indicating student name, admission number, name of school or institution, amount awarded and cheque numbers were not provided for audit review.

In the circumstances, the accuracy and completeness of bursaries to secondary schools and tertiary Institutions amounting to Kshs.59,440,089 could not be confirmed.

### **3. Unconfirmed Fixed Assets Balance**

Annex 4 to the financial statements reflects a Fixed Assets balance of Kshs.11,830,600. However, the balance excludes the value of the land where the Fund's offices are located. In addition, the value of the fixed assets was not supported by valuation reports to confirm the fair value of the assets. Further, the ownership documents for the Land and Motor Vehicles were not provided for audit review

In the circumstances, the existence, accuracy and completeness of the Fixed Assets balance of Kshs.11,830,600 on fixed assets could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Constituencies Development Fund - Kipkelion West 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 Control and Performance**

The summary statement of appropriation reflects receipts budget and actual on a comparable basis of Kshs.254,001,276 and Kshs.195,185,673, respectively, resulting to under-funding of Kshs.58,815,603 or 23% of the budget. Similarly, the statement reflects actual expenditure of Kshs.170,095,432 against approved budget of Kshs.254,001,276 resulting to an under-performance of Kshs.83,905,844 or 33% of the budget.

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

#### **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 Information**

Management is responsible for the Other Information set out on page iii to xxiv which comprise of Key Entity Information and Management, NG-CDF's Chairman's Report, Statement of Performance against Predetermined Objectives, Governance Statement,

Environmental and Sustainability Reporting and Statement of Management's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Constituencies Development Fund - Kipkelion West Constituency's 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.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

## 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 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.

### 1. Irregular Emergency Expenditure

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects other grants and transfers totalling to Kshs.71,180,744. The balance includes expenditure on emergency projects totalling to Kshs.5,750,000 that did not meet the threshold as defined in the NG-CDF Act, 2015 section 8(3), 2016 as urgent, unforeseen need for expenditure for which it is in the opinion of the committee that it cannot be delayed until the next financial year without harming the public interest of the constituents.

	<b>Beneficiary</b>	<b>Emergency Expenditure</b>	<b>Amount (Kshs.)</b>
1.	LESIRWO SECONDARY SCHOOL	Renovation of 5No.Classrooms with scorched and cracked floors	1,950,000
2.	BARSIELE SECONDARY SCH	Supply of roofing materials and reroofing of 9 No. Classrooms blown by heavy winds - timber, iron sheets	1,300,000
3.	KIPKELION DCC	Repair of existing latrines (external toilet, internal washrooms, Office floor, Ceiling, repair Gutters, cisterns and sinks, purchase of PVC Septic tanks, Repair of cracked walls in DCC's office	1,028,276
4.	RETENTION SUPREME BORON		120,000

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

5.	CHEPKECHEI SECONDARY SCH		Renovation of 3No Classrooms	850,000
6.	SUGUTEK PRY SCH			450,000
7.	COMMISSIONER DOMESTIC TAX	OF		31,034
8.	COMMISSIONER DOMESTIC TAX	OF	Renovation of 5No. Classrooms with scorched and cracked floors	20,690
			<b>Total</b>	<b>5,750,000</b>

Further, the utilization of the emergency reserve was not reported to the Board within thirty days of the occurrence of the emergency in a format prescribed by the Board as required by regulation 20(2) of NG-CDF regulations, 2016.

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

## 2. Cash and Cash Equivalent - Unspent Balance

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.25,797,735 as at 30 June, 2024 but Management did not prepare a new proposal for the unspent funds at the end of financial year as required by section 26 of the National Government Constituencies Development Fund Act, 2015.

In the circumstances, it could not be ascertained how the unspent funds were to be utilized in the subsequent financial year.

## 3. Delay in Projects Implementation

Examination of the Statement of Appropriation for Recurrent and Development expenditure reveals that Fund had budgeted to spend Kshs.254,001,276 during the year under review. The Budget included an amount of Kshs.77,793,766 for eighty (80) approved projects. However, Physical inspection revealed that Projects worth Kshs.34,721,883 as shown in the table below which had been budgeted for, had not been implemented as at the time of the audit.

Sector	Budgeted		In Progress		Not Implemented	
	No.	Kshs.	No.	Kshs.	No.	Kshs.
Primary Schools	62	56,423,766	36	31,071,883	26	25,352,883
Secondary Schools	13	18,950,000	7	11,700,000	6	7,250,000
Security Projects	5	2,420,000	1	300,000	4	2,120,000
<b>Totals</b>		<b>77,793,766</b>		<b>43,071,883</b>		<b>34,721,883</b>

Failure to implement projects negatively impacts on service delivery.

#### **4. Lack of an Assets Register**

During the year under review, the Fund did not maintain a register of assets. This was contrary to Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015 which provides that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

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

#### **Basis for Conclusion**

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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

#### **Basis for Conclusion**

##### **Lack of Internal Audit**

Information available indicates that the National Government Constituency Development Fund Board has an internal audit department that has the mandate to audit the Fund. However, there was no evidence that internal audit was carried out during the year contrary to Section 73(1) (a) of the Public Finance Management (PFM) Act, 2012 which stipulates that every national government entity shall ensure that it has appropriate arrangements for conducting internal audit according to the guidelines issued by the Accounting Standards Board.

In the circumstances, Management has not instituted operational efficiency and financial reliability to safeguard the Fund's assets.

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 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 Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 ISSAIs 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, SBS  
AUDITOR-GENERAL

Nairobi

30 December, 2024

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

**9. Statement of Receipts and Payments for the Year Ended 30th June 2024**

	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	188,303,912	88,000,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>188,303,912</b>	<b>88,000,000</b>
<b>PAYMENTS</b>			
Compensation of employees	4	2,589,920	1,759,088
Committee expenses	5	2,780,800	4,484,100
Use of goods and services	6	7,961,119	3,696,072
Transfers to Other Government Units	7	82,871,883	28,800,000
Other grants and transfers	8	71,180,744	42,578,002
Acquisition of Assets	9	-	-
Oversight committee Expenses	10	-	649,500
Other Payments	11	2,710,966	2,994,540
<b>TOTAL PAYMENTS</b>		<b>170,095,432</b>	<b>84,961,302</b>
<b>SURPLUS/DEFICIT</b>		<b>18,208,481</b>	<b>3,038,698</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 9/12/2024 and signed by:







Chairman NG-CDF  
Committee  
Name: Erick Murei

Fund Accountant Manager  
Name: Caroline Cheres

National Sub-County  
Accountant  
Name: Crispus Jumbe  
ICPAK M/No: 22139

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

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

Description	Note	2023-2024 Kshs	2022-2023 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	11A	25,797,735	6,881,761
Cash Balances (cash at hand)	11B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>25,797,735</b>	<b>6,881,761</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	12	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>25,797,735</b>	<b>6,881,761</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	13	-	-
Gratuity	14	707,494	-
<b>NET FINANCIAL ASSETS</b>		<b>25,090,241</b>	<b>6,881,761</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	15	6,881,761	3,843,063
Prior year adjustments	16	-	-
Surplus/Deficit for the year		18,208,481	3,038,698
<b>NET FINANCIAL POSITION</b>		<b>25,090,241</b>	<b>6,881,761</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 9/12/2024 and signed by:

.....  
Chairman NG-CDF  
Committee  
Name: Erick Murei

.....  
Fund Accountant Manager  
Name: Caroline Cheres

.....  
National Sub-County  
Accountant  
Name: Crispus Jumbe  
ICPAK M/No: 22139

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

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	188,303,912	88,000,000
Other Receipts	3	-	-
		<b>188,303,912</b>	<b>88,000,000</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	2,589,920	1,759,088
Committee expenses	5	2,780,800	4,484,100
Use of goods and services	6	7,961,119	3,696,072
Transfers to Other Government Units	7	82,871,883	28,800,000
Other grants and transfers	8	71,180,744	42,578,002
Oversight committee transfers	10		649,500
Other Payments	11	2,710,966	2,994,540
		<b>170,095,432</b>	<b>84,961,302</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	707,494	-
Prior year Adjustments	16	-	-
<b>Net Adjustments</b>		707,494	-
<b>Net cash flow from operating activities</b>		<b>18,915,975</b>	<b>3,038,698</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
<b>Net cash flows from Investing Activities</b>		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>18,915,975</b>	<b>3,038,698</b>
Cash and cash equivalent at BEGINNING of the year	11	6,881,761	3,843,063
Cash and cash equivalent at END of the year		<b>25,797,736</b>	<b>6,881,761</b>

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	178,815,603	6,881,761	68,303,912	254,001,276	195,185,673	58,815,603	76.84%
Proceeds from Sale of Assets				-	-	-	
Other Receipts				-	-	-	
<b>TOTAL RECEIPTS</b>	<b>178,815,603</b>	<b>6,881,761</b>	<b>68,303,912</b>	<b>254,001,276</b>	<b>195,185,673</b>	<b>58,815,603</b>	<b>76.8%</b>
PAYMENTS							
Compensation of Employees	3,970,000	481,761	2,679,016	7,130,777	2,589,920	4,540,857	36.3%
Committee expenses	2,898,000	200,000	777,080	3,875,080	2,780,800	1,094,280	71.8%
Use of goods and services	8,125,430	200,000	567,708	8,893,138	7,961,119	932,019	89.5%
Transfers to Other Government Units	75,373,766	3,000,000	50,900,000	129,273,766	82,871,883	46,401,883	64.1%
Other grants and transfers	70,406,669		9,224,648	79,631,317	71,180,744	8,450,573	89.4%
Acquisition of Assets		3,000,000		3,000,000	-	3,000,000	0.0%
Other Payments	327,730		4,155,460	4,483,190	2,710,966	1,772,224	60.5%
Fund pending approval	17,714,008			17,714,008		17,714,008	
<b>TOTAL</b>	<b>178,815,603</b>	<b>6,881,761</b>	<b>68,303,912</b>	<b>254,001,276</b>	<b>170,095,432</b>	<b>83,905,844</b>	<b>67.0%</b>

*National Government Constituencies Development Fund (NGCDF)  
KIPKELION WEST Constituency*

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

**Explanatory Notes.**

Transfer to other government units' disbursement at 64.1% since there was delay in release of funds by the Exchequer and we have KMTc fund which has not been utilized due to non-allocation of land from county government as earlier agreed before allocation of fund.

Employee salaries at 36% with the utilization difference being staff gratuity and we have six staff.

Other grants and transfer at 89.4% utilization since funds received were allocated to bursary to support needy students

Acquisition of assets at 0% since renovation of NG CDF office is at tendering stage

Other payments is at 60.5% since strategic plan is at final stage awaiting approval for printing so that final payment will be made

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	83,905,844
Less undisbursed funds receivable from the Board as at 30th June 2024	58,815,603
Add Accounts payable	25,090,241
Less Accounts Receivable	707,494
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2023/2024	0
	<b>25,797,735</b>

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

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	3,970,000	481,761	2,679,016	7,130,777	2,589,920	4,540,857
1.2 Committee allowances	1,128,000	200,000.00	404,430	1,732,430	1,062,920	669,510
1.3 Use of goods and services	4,897,620	200,000.00	157,208	5,254,828	4,356,947	897,881
Sub-total	9,995,620	881,761	3,240,654	14,118,035	8,009,787	6,108,248
2.0 Monitoring and evaluation				-		-
2.1 Capacity building	1,827,810			1,827,810	1,793,672	34,138
2.2 Committee allowances	1,770,000			1,770,000	1,354,880	415,120
2.3 Use of goods and services	1,400,000		50,500	1,450,500	1,450,500	-
Sub-total	4,997,810	0	50,500	5,048,310	4,599,052	449,258
3.0 Constituency Oversight Committee (Itemize as per budget)				-		-
3.1 Payment of COC hire of transport services to inspect			13,100	13,100	13,100	-

National Government Constituencies Development Fund (NGCDF)  
 KIPKELION WEST 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	Kshs	Kshs	Kshs	Kshs
Projects						
1.2 Payment of travel costs			5400	5,400	5,400	-
1.3 Payment of other COC expenses			354150	354,150	344,500	9,650
1.4 Payment of COC supply of fuel and Lubricants			360000	360,000	360,000	-
Sub-total	0	0	732650	732650	723,000	9,650
2.0 Emergency				-	-	-
2.1 Primary Schools	450,000		780,000	1,230,000	450,000	780,000
2.2 Secondary schools	4,100,000			4,100,000	4,100,000	-
2.3 Tertiary institutions				-	-	-
2.4 Security projects	1,200,000		-	1,200,000	1,200,000	-
2.5 Unutilized	3,018,091		94,780	3,112,871		3,112,871
Sub-total	8,768,091	-	874,780	9,642,871	5,750,000	3,892,871
3.0 Bursary and Social Security				-	-	-
3.1 Primary Schools				-	-	-
3.2 Secondary Schools	49,818,578		632,386	50,450,964	50,440,089	10,875

National Government Constituencies Development Fund (NGCDF)  
 IPKELION WEST 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	Kshs	Kshs	Kshs	Kshs
5.3 Tertiary Institutions	9,000,000			9,000,000	9,000,000	
5.4 Universities				-		
5.5 Education Support Programmes				-		
5.6 Social Security				-		
Sub-total	58,818,578	-	632,386	59,450,964	59,440,089	10
6.0 Sports				-		
Sports			2853179	2,853,179	2,734,800	118
				-		
Sub-total	0	0	2853179	2,853,179	2,734,800	118
7.0 Environment				-		
Sugutek Secondary School	100,000			100,000	100,000	
Murao Secondary School	100,000			100,000	100,000	
Kitoi Primary School	100,000			100,000	100,000	
Korosyot Primary School	100,000			100,000		100
NG-CDF Office- Kipkelion west			1,964,303	1,964,303	1,955,858	8

National Government Constituencies Development Fund (NGCDF)  
 KIPKELION WEST 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	Kshs	Kshs	Kshs	Kshs
Sub-total	400,000	-	1,964,303	2,364,303	2,255,858	108,445
10 Primary Schools Projects (list all the Projects)				-		-
Artera Primary School	1,000,000			1,000,000	1,000,000	-
Atung Primary School	1,000,000			1,000,000	1,000,000	-
Bulu Central Primary School	1,000,000			1,000,000	1,000,000	-
Bulu Primary School	1,000,000			1,000,000		1,000,000
Chogoiwek Primary School	1,100,000			1,100,000	1,100,000	-
Choguton Primary School	1,000,000			1,000,000	1,000,000	-
Chogoro Primary School	1,000,000			1,000,000	1,000,000	-
Chogedalel Primary School	1,000,000			1,000,000		1,000,000
Chogosinende Primary School	1,000,000			1,000,000		1,000,000
Chogutek Primary School	1,000,000			1,000,000	1,000,000	-
Chogoror Primary School	1,000,000			1,000,000		1,000,000
Chogepngosos Primary School	1,121,883			1,121,883	1,121,883	-
Chogil Conservation Primary School	1,000,000			1,000,000	1,000,000	-
Chogepkendi Primary School	500,000			500,000	500,000	-

**ional Government Constituencies Development Fund (NGCDF)**  
**ALL KELLION WEST 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	Kshs	Kshs	Kshs	Kshs
Kapsale Primary School	700,000			700,000	700,000	
Chepngosos Primary School	700,000			700,000	700,000	
Chesonoi Primary School	1,200,000			1,200,000	1,200,000	
Chesigot Primary School	500,000			500,000	500,000	
Kitoi Primary School	500,000			500,000	500,000	
Magire Primary School	500,000			500,000	500,000	
Tuiyobei Primary School	500,000			500,000		500,000
Macheisok Primary School	450,000			450,000	450,000	
Tumaek Primary School	450,000			450,000	450,000	
Tunnel Primary School	450,000			450,000	450,000	
St. Benard Primary School	450,000			450,000	450,000	
Boror Primary School	450,000			450,000	450,000	
Borowet Primary School	450,000			450,000		450,000
Sachangwan Primary School	500,000			500,000	500,000	

National Government Constituencies Development Fund (NGCDF)  
 KIPKELION WEST 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	Kshs	Kshs	Kshs	Kshs
o Primary School	1,000,000			1,000,000		1,000,000
wet Primary School	1,000,000			1,000,000		1,000,000
nobo Primary School	1,000,000			1,000,000		1,000,000
ra Primary School	1,000,000			1,000,000	1,000,000	-
t Primary School	1,000,000			1,000,000	1,000,000	-
tella Primary School	1,050,000			1,050,000	1,050,000	-
wet Primary school	1,050,000			1,050,000	1,050,000	-
t Primary school	1,000,000			1,000,000	1,000,000	-
re Primary school	1,200,000			1,200,000		1,200,000
syot Primary school	1,080,000			1,080,000		1,080,000
t Primary School	1,050,000			1,050,000	1,050,000	-
ngwan Primary school	1,000,000			1,000,000	1,000,000	-

**National Government Constituencies Development Fund (NGCDF)**  
**K...ELION WEST 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	Kshs	Kshs	Kshs	Kshs
Tunnel Primary school	1,000,000			1,000,000		1,000,000
Kapchorwa Pny School	700,000			700,000	700,000	-
Malicha Primary school	1,000,000			1,000,000	1,000,000	-
Kiptenden Primary School	1,200,000			1,200,000		1,200,000
Imbaragai Primary School	1,200,000			1,200,000	1,200,000	-
Chesigot Pny School	1,050,000			1,050,000	1,050,000	-
Kalvet Primary school	1,200,000			1,200,000	1,200,000	-
Kitopen Primary school	1,000,000			1,000,000		1,000,000
Kenyelet Primary school	1,200,000			1,200,000	1,200,000	-
Lelechwet Primary school	700,000			700,000		700,000
Koisegem Primary School	1,000,000			1,000,000		1,000,000
Samolel Primary School	1,000,000			1,000,000		1,000,000
Kipteris Primary School	1,000,000			1,000,000		1,000,000
Timpillil Primary School	1,100,000			1,100,000		1,100,000
Kapsale Primary School	1,121,883			1,121,883		1,121,883
Tumaak Primary School	1,000,000			1,000,000		1,000,000
Tuiyobei Primary School	1,000,000			1,000,000		1,000,000
Kipchorian Primary School	1,000,000			1,000,000	1,000,000	-

National Government Constituencies Development Fund (NGCDF)  
 KIPKELION WEST 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	Kshs	Kshs	Kshs	Kshs
elit Primary School	1,000,000			1,000,000		1,000,000
t Primary School	1,000,000			1,000,000		1,000,000
robi Primary School	1,000,000			1,000,000		1,000,000
wet Primary School	1,000,000			1,000,000		1,000,000
a Primary School			800,000	800,000	800,000	-
wet Primary School			800,000	800,000	800,000	-
horwa Primary School			800,000	800,000	800,000	-
iso Primary			800,000	800,000		800,000
ale Primary School			1,500,000	1,500,000	1,500,000	-
logit Primary School			500,000	500,000	500,000	-
elion Township Primary ol			500,000	500,000	500,000	-
gi Primary School			800,000	800,000	800,000	-
ng Primary School			800,000	800,000	800,000	-
Primary School			800,000	800,000	800,000	-
neisok Primary School			1,600,000	1,600,000	1,600,000	-
ncha Primary School			1,600,000	1,600,000	1,600,000	-
gut Primary School			400,000	400,000	400,000	-

**National Government Constituencies Development Fund (NGCDF)**  
**KIPKELION WEST 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	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	Kshs	Kshs
Pinus Primary School		Kshs	Kshs	Kshs	Kshs
Segetet Primary School			800,000	800,000	-
Soil Conservation Primary School			800,000	800,000	-
Tumaek Primary School			1,000,000	1,000,000	-
koru farm primary school			800,000	800,000	-
barterar primary school			400,000	400,000	-
boror primary school			200,000	200,000	-
chesigot primary school			200,000	200,000	-
chesonoi primary school			300,000	300,000	-
Boror Primary school			300,000	300,000	-
Leldet Primary school			300,000	300,000	-
Sachangwan Primary School			800,000	800,000	-
Malicha Primary school			800,000	800,000.00	-
Chepngosos Primary School			200,000	200,000	-

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

Name/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
Total	56,423,766		18,900,000	75,323,766	49,171,883	26,151,883
<b>Secondary Schools Projects (the Projects)</b>				-		-
Bot Secondary School	2,500,000			2,500,000	2,500,000	
Secondary School	2,500,000			2,500,000	2,500,000	
Secondary School	2,500,000			2,500,000	2,500,000	-
Isat Girls Secondary	500,000			500,000	500,000	-
omoi Secondary School	500,000			500,000	500,000	-
Secondary school	1,200,000			1,200,000	1,200,000	
Secondary School	2,000,000			2,000,000	2,000,000	
e Secondary	1,450,000			1,450,000		1,450,000
ogit Secondary	1,500,000			1,500,000		1,500,000
en Secondary	500,000			500,000		500,000
ogoch Secondary School	900,000			900,000		900,000
owet Secondary	900,000			900,000		900,000
t Secondary School	2,000,000			2,000,000		2,000,000
Secondary School			2,500,000	2,500,000	2,500,000	-

**Original Government Constituencies Development Fund (NGCDF)**  
**KIPKELLION WEST 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	Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs	Kshs	Kshs
Korosiot Secondary School			2,000,000	2,000,000	2,000,000
Magire Secondary School			2,000,000	2,000,000	2,000,000
Menet Secondary School			2,000,000	2,000,000	2,000,000
Ndubusat Girls Secondary School			2,000,000	2,000,000	2,000,000
Siwot Secondary School			2,000,000	2,000,000	2,000,000
Tulwapmoi Secondary School			2,000,000	2,000,000	2,000,000
Tunnel Secondary School			2,000,000	2,000,000	2,000,000
tuiyobei sec school			3,500,000	3,500,000	3,500,000
chepkechei sec sch			2,000,000	2,000,000	2,000,000
Sub-total	18,950,000	0	22,000,000	40,950,000	33,700,000
<b>10.0 Tertiary institutions Projects (List all the Projects)</b>				-	-
kipkellion KMTC		3,000,000	10,000,000	13,000,000	13,000,000
Sub-total	0	3,000,000	10,000,000	13,000,000	13,000,000
11.0 Security Projects				-	-

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

Name/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
Assistant Chief's Office	500,000			500,000		500,000
County	220,000			220,000		220,000
Commissioner's Office- Chilchila						
Chief's Office	800,000			800,000		800,000
Deputy Chief's Office	300,000			300,000	300,000	-
Detention AP Camp	600,000			600,000		600,000
Police Post			2,000,000	2,000,000		2,000,000
Police Station			200,000			-
Police Station ACCs Office			700,000.00	700,000	699,997	3
Total	2,420,000		2,900,000	5,320,000	999,997	4,320,003
Acquisition of assets				-		-
Motor Vehicles (including motorcycles)				-		-
Acquisition of NG - CDF		3,000,000		3,000,000		3,000,000
Acquisition of furniture and equipment				-		-
Acquisition of computers				-		-
Acquisition of land				-		-

**Local Government Constituencies Development Fund (NGCDF)**  
**KIPKELION WEST 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	Kshs	Kshs	Kshs	Kshs
Sub-total	0	3,000,000	0	3,000,000	0	3,000,000
13.0 Others				-		-
Kipkelion Sub County Director of Education	327,730			327,730		327,730
kipkelion sub County Director of Education			500,000	500,000	500,000	-
kipkeluon sub county treasury			150,000	150,000		150,000
access road			5,460	5,460		5,460
13.1 Strategic Plan			3,500,000.00	3,500,000	2,210,966	1,289,034
13.2 Innovation Hub				-		-
sub total	327,730	-	4,155,460	4,483,190	2710966	1,772,224
Funds pending approval**	17,714,008			17,714,008		17,714,008
Sub-total	17,714,008	-	-	17,714,008		17,714,008
<b>Total</b>	<b>178,815,603</b>	<b>6,881,761</b>	<b>68,303,912</b>	<b>254,001,276</b>	<b>170,095,432</b>	<b>83,905,844</b>

### **13. 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 KIPKELION WEST 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 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 imprest 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 20<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

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

---

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.

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

**14. Notes To the Financial Statements**

**1. Transfers from NGCDF Board**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
Normal Allocation	Kshs	Kshs
B214315	45,315,033	-
B214115	7,388,879	-
B214673	5,900,000	-
B214721	6,000,000	-
B214717	3,200,000	-
B233586	500,000	-
B225079	30,000,000	
B226075	30,000,000	
B214780	60,000,000	
B185117	-	7,000,000
B185528	-	6,000,000
B185827	-	15,000,000
B206151		5,000,000
B206417	-	12,000,000
B205653	-	1,000,000
B205789		12,000,000
B207651		15,000,000
B207811		15,000,000
<b>TOTAL</b>	<b>188,303,912</b>	<b>88,000,000</b>

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

**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>		

**3. Other Receipts**

	2023-2024	2022-2023
	Kshs	Kshs
Interest Received		
Rent		
Receipts from sale of tender documents		
Hire of plant/equipment/facilities		
Unutilized funds from PMCs account		
Other Receipts Not Classified Elsewhere ( <i>specify</i> )		
<b>Total</b>		

**4. Compensation Of Employees**

Description	2023-2024	2022-2023
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,770,278	1,325,848
<b>Personal allowances paid as part of salary</b>		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	707,494	-

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

Employer Contributions Compulsory national social security schemes	84,317	433,240
Employer Contributions Compulsory Housing levy	24,331	
Employer contributions to National Industrial Training Authority	3,500	
<b>TOTAL</b>	<b>2,589,920</b>	<b>1,759,088</b>

**5. Committee Expenses**

<b>5. Committee Expenses</b>	<b>2023-2024</b>	<b>2022-2023</b>
<b>A. NG-CDF</b>	<b>Kshs</b>	<b>Kshs</b>
Sitting allowance	714,000	728,000
Other committee expenses	1,343,800	3,756,100
<b>Sub-total</b>	<b>2,057,800</b>	<b>4,484,100</b>
<b>B. Oversight Committee Expenses</b>		
Members allowance	723,000	649,500
Other committee expenses	-	-
<b>Sub-total</b>	<b>723,000</b>	<b>649,500</b>
<b>TOTAL(A+B)</b>	<b>2,780,800</b>	<b>5,133,600</b>

**6. Use of Goods and services**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	19,450	9,450
Communication, supplies and services	242,440	164,850
Domestic travel and subsistence	1,862,540	347,300
Printing, advertising and information supplies & services	-	191,725
Rentals of produced assets	-	

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

Training expenses	1,760,200	580,830
Hospitality supplies and services	2,251,175	569,910
Insurance costs	260,000	
Specialised materials and services	-	
Office and general supplies and services	720,000	880,520
Fuel , oil & lubricants	360,000	387,000
Other operating expenses	-	-
Bank Charges	40,000	51,163
Security operations	-	
Routine maintenance - vehicles and other transport equipment	445,314	474,324
Routine maintenance- other assets	-	39,000
<b>TOTAL</b>	<b>7,961,119</b>	<b>3,696,072</b>

**7. Transfer To Other Government Units**

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers to Primary Schools	49,171,883	16,400,000
Transfers to Secondary Schools	33,700,000	12,400,000
Transfers to Tertiary Institutions	-	
<b>TOTAL</b>	<b>82,871,883</b>	<b>28,800,000</b>

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

**8. Other Grants and Other transfers**

Description	2023-2024	2022-2023
	Kshs	Kshs
Bursary - Secondary ( see attached list)	51,720,089	29,815,738
Bursary -Tertiary ( see attached list)	7,090,000	10,033,000
Bursary- Special Schools	630,000	380,000
Bursary- education support programmes	-	-
Social Security programmes (NHIF)	-	-
Security Projects ( see attached list)	999,997	-
Sports Projects ( see attached list)	2,734,800	-
Environment Projects ( see attached list)	2,255,858	-
Emergency Projects ( see attached list)	5,750,000	-
Roads Projects	-	2,349,264
<b>TOTAL</b>	<b>71,180,744</b>	<b>42,578,002</b>

**9. Acquisition Of Assets**

Non Financial Assets	2023-2024	2022-2023
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
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	-	-

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

**KIPKELION WEST Constituency**

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

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>-</b>

**10. Other Payments**

Description	2023-2024 Kshs	2022-2023 Kshs
Strategic Plan	2,210,966	-
ICT Hubs	-	-
Kipkelion Sub County Director of Education	500,000	-
Acces roads		2,994,540
<b>TOTAL</b>	<b>2,710,966</b>	<b>2,994,540</b>

**11. Cash and Cash Equivalents**

Name of Bank, Account No. & currency	2023-2024 Kshs (30/6/2024)	2022-2023 Kshs (30/6/2023)
NG-CDF KIPKELION WEST Main A/C, KCB A/C NO 1147413487	25,090,241	6,881,761
NG-CDF KIPKELION WEST Deposits, KCB A/C NO 1327656922	707,494	-
	-	-
<b>TOTAL</b>	<b>25,797,735</b>	<b>6,881,761</b>
<b>11B: CASH IN HAND)</b>		
	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs (30/6/2023)</b>	<b>Kshs (30/6/2022)</b>
Location 1	-	-

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

Location 2	-	-
Other receipts (specify)	-	-
<b>TOTAL</b>	-	-

**12. Outstanding Imprests**

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

**13. Retention**

	<b>2023-2024</b>	<b>2022-2023</b>
	<b>KShs</b>	<b>KShs</b>
Retention as at 1 <sup>st</sup> July (A)	-	-
Retention held during the year (B)	<b>170,000</b>	-
Retention paid during the Year (C)	<b>170,000</b>	-
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	-	-

**Retentions aging analysis.**

	<b>2023-2024</b>	<b>% of the total Retention</b>	<b>2022-2023</b>	<b>% of the total Retention</b>
Under one year	170,000	100		
1-2 years	0	0		
2-3 years	0	0		
Over 3 years	0	0		
<b>Total</b>	<b>170,000</b>			

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

**14. Gratuity**

	<i>Insert current FY</i>	<i>Insert Comparative FY</i>
	<b>KShs</b>	<b>KShs</b>
Gratuity as at 1 <sup>st</sup> July (A)		-
Gratuity held during the year (B)	707,494	204,656
Gratuity paid during the Year (C)	-	-
<b>Closing Gratuity as at 30<sup>th</sup> June</b> D= A+B-C	<b>707,494</b>	<b>204,656</b>

**Gratuity aging analysis**

	<b>2023-2024</b>	<b>% of the total Gratuity</b>	<b>2022-2023</b>	<b>% of the total Gratuity</b>
Under one year	0	0		
1-2 years	707,494	100		
2-3 years	0	0		
Over 3 years	0	0		
<b>Total</b>	<b>707,494</b>			

**15. Fund Balance B/F**

<b>Description</b>	<b>2023-2024</b>	<b>2022-2023</b>
	<b>Kshs (1/7/2023)</b>	<b>Kshs (1/7/2022)</b>
Bank accounts	6,881,761	3,843,063
Cash in hand	-	-
Imprest	-	-
<b>TOTAL</b>	<b>6,881,761</b>	<b>3,843,063</b>

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>	-		-

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		
<b>Net changes in accounts Receivables D - A</b>		

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)	877,494	
Gratuities and Retentions paid during the Year (C)	170,000	
Closing account payables D= A+B-C	707,494	
<b>Net changes in accounts payables D-A</b>	707,494	

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	707,494	204,656
Others ( <i>specify</i> )		
<b>Total</b>	<b>707,494</b>	<b>204,656</b>

Aging Analysis for staff Payables

	2023-2024	% of the total	2022-2023	% of the total
Under one year	0			
1-2 years	707,494	100%		
2-3 years	0			
Over 3 years	0			
<b>Total</b>	<b>707,494</b>			

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

**19.3: Unutilized Fund (See Annex 3)**

Description	2023-2024	2022-2023
	Kshs	Kshs
Compensation of employees	4,540,857	2,328,746
Committee expense	1,380,885	800,368
Use of goods and services	635,764	174,041
Amounts due to other Government entities (see attached list)	46,401,883	45,900,000
Amounts due to other grants and other transfers (see attached list)	8,450,573	12,849,868
Acquisition of assets	3,000,000	3,000,000
Oversight Committee Expenses	9,650	732,650
Others-Strategic Plan	1,772,224	3,500,000
Funds pending approval	17,714,008	5,900,000
<b>Total</b>	<b>83,905,844</b>	<b>75,185,673</b>

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

	2023-2024	2022-2023
	Kshs	Kshs
PMC account balances	10,127,371	22,041,524
<b>Total</b>	<b>10,127,371</b>	<b>22,041,524</b>

**19.5 Related Party Transactions**

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
<b>Committee Members Remuneration</b>		
Sitting allowance of committee Members during the year	714,000	728,000
<b>Transaction with the NGCDF Board</b>		
Receipts from the NGCDF Board during the year	188,303,912	88,000,000
<b>Total</b>	<b>189,017,912</b>	<b>88,728,000</b>

National Government Constituencies Development Fund (NGCDF)  
 KIPKELION WEST Constituency

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

15. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
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					



*National Government Constituencies Development Fund (NGCDF)*  
*KIPKELION WEST Constituency*  
*Annual Report and Financial Statements for The Year Ended June 30, 2024*  
**Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
Compensation of employees	Payment of staffs salary and gratuity	4,540,857	2,328,746	ongoing
Committee Expenses	Payments of committee allowance	1,380,885	974,409	ongoing
Use of goods & services	Payments of goods and services	635,764	289,074	ongoing
Amounts due to other Government entities				
Lelu Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000	800,000	delay in funding
Ngedalel Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Kipsinende Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Boror Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Tuiyobei Primary School	Construction of girls 10 door pit latrine with provision of PWD and a bathroom to completion, co-funding with Brighter Communities Worldwide; NG-CDF to fund upto slab level	500,000		delay in funding
Borrowet Primary School	Construction of boys 8 door pit latrine with provision of PWD to completion, co-funding with Brighter Communities Worldwide; NG-CDF to fund upto slab level)	450,000		delay in funding
Murao Primary	Construction to completion of one 45 students'			delay in funding

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
School	capacity classroom	1,000,000		
Tendwet Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Chemobo Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Magire Primary school	Renovation of three classrooms	1,200,000		delay in funding
Korosyot Primary school	Renovation of three classrooms	1,080,000		delay in funding
Tunnel Primary school	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Kiptenden Primary School	Renovation to completion of 4 classrooms: Floor tiling, plaster works, keying, skirting, replacement of wooden doors with steel doors, replacement of damaged window panes/glasses, fixing of fascia boards, electrical works, painting of roof covering/sheets, fascia boards and all plastered sections, creation of veranda, replacement of leaking sheets	1,200,000		delay in funding
Kitopen Primary	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Lelechwet Primary school	Renovation to completion of 2 classrooms: Floor tiling, plaster works, keying, skirting, replacement of wooden doors with steel doors, replacement of damaged window panes/glasses, fixing of fascia boards, electrical works, painting of roof covering/sheets, fascia boards and all plastered	700,000		delay in funding

National Government Constituencies Development Fund (NGCDF)  
KIPKELION WEST Constituency

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
	sections, creation of veranda, replacement of leaking sheets			
Koisesem Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Samolel Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Kipteris Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Timpilil Primary School	Construction to completion of one 45 students' capacity classroom	1,100,000		delay in funding
Kapsale Primary School	Construction to completion of one 45 students' capacity classroom	1,121,883	1,500,000	Paid within financial year 2023/2024
Tumaek Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000	800,000	Paid within financial year 2023/2024
Tuiyobei Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Kaplelit Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Laliat Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Nyairobi Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Kokwet Primary School	Construction to completion of one 45 students' capacity classroom	1,000,000		delay in funding
Kapuluso Primary	Construction to completion of one 45 students'			delay in funding

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
	capacity classroom	800,000	800,000	
Barsiele Secondary	Construction of 100 students' capacity dormitory to slab level	1,450,000		delay in funding
Kimlogit Secondary	Construction of 100 students' capacity dining hall to slab level	1,500,000		delay in funding
Kapkwen Secondary	Renovation to completion of administration block comprising of 4 rooms and a staffroom: Floor tiling, electrical works, cracks repair and painting of repaired sections	500,000		delay in funding
Chemogoch Secondary School	Renovation to completion of 3 classrooms: Floor tiling, plaster works, keying, skirting, replacement of wooden	900,000		delay in funding
Taita Towet Secondary	Renovation to completion of 90 students' capacity library: Floor tiling, installation of ceiling, installation of electricity, skirting works, installation of window panes/glasses, fixing of glasses to two double doors, painting of internal walls, fascia boards and all plastered sections	900,000		delay in funding
Kokwet Secondary School	Renovation to completion of 90 students' capacity twin laboratory: Floor tiling, installation of gutters, installation of doors to cabinets, replacement of damaged window panes/glasses, replacements of taps, renovation of fume chamber, repair of pipe works, repair of gas supply system and painting works, purchase of 10,000 litres capacity water tank at Kshs.150,000, construction of base tank at Kshs.25,000	2,000,000		delay in funding

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
Kaula Primary School	Construction to completion of one 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Chorwet Primary School	Construction to completion of one 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Kapchorwa Primary School	Construction to completion of one 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Kimologit Primary School	Renovation to completion of 2 classrooms: Floor tiling, installation of ceiling, Roof painting, replacement of window panes and glasses, steel doors and veranda		500,000	Paid within financial year 2023/2024
Kipkelion Township Primary School	Renovation to completion of 2 classrooms: Floor tiling, installation of ceiling, Roof painting, floor hacking, replacement of window panes and glasses and veranda		500,000	Paid within financial year 2023/2024
Kipsegi Primary School	Construction to completion of one - 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Kutung Primary School	Construction to completion of one - 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Macheisok Primary School	Construction to completion of two - 45 students' capacity classrooms		1,600,000	Paid within financial year 2023/2024
Malincha Primary	Construction to completion of two - 45 students'		1,600,000	Paid within

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
School	capacity classrooms			financial year 2023/2024
Murgut Primary School	Renovation to completion of 4 classrooms: floor plastering and painting		400,000	Paid within financial year 2023/2024
Pinus Primary School	Construction to completion of one - 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Segetet Primary School	Construction to completion of one - 45 students' capacity classroom		800,000	Paid within financial year 2023/2024
Soil Conservation Primary School	Construction of 4 roomed administration block with one staffroom to roofing level		1,000,000	Paid within financial year 2023/2024
Kipsegi Primary School	Completion of one classroom; painting, tiles, ceiling and electrical installations.		500,000	delay in funding
Barterar pry school	completion of one classroom; windows, doors, plastering		200,000	Paid within financial year 2023/2024
Boror primary school	-Completion of one classroom; plastering, painting, door and windows		300,000	Paid within financial year 2023/2024
chesigot primary school	Completion of a 4 roomed administration block; plastering, doors, windows, painting, ceiling and electrical installation		200,000	Paid within financial year 2023/2024
chesonoi primary school	Completion of one classroom;plastering, flooring, windows, doors and painting.		300,000	Paid within financial year

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
				2023/2024
Boror primary school	Construction of a Classrooms foundation, Walling and roofing		500,000	Paid within financial year 2023/2024
Kipsegi Secondary School	Construction to completion of 4 roomed administration block with one staffroom		2,500,000	Paid within financial year 2023/2024
Korosiot Secondary School	Construction of 45 capacity science laboratory to roofing level		2,000,000	Paid within financial year 2023/2024
Magire Secondary School	Construction of 45 capacity science laboratory to roofing level		2,000,000	Paid within financial year 2023/2024
Menet Secondary School	Construction of 45 capacity science laboratory to roofing level		2,000,000	Paid within financial year 2023/2024
Ndubusat Girls Secondary School	Construction of 5 roomed administration/tuition block with one staffroom to roofing level		2,000,000	Paid within financial year 2023/2024
Siwot Secondary School	Construction of 45 capacity science laboratory to roofing level		2,000,000	Paid within financial year 2023/2024
Tulwapmoi Secondary School	Construction of 5 roomed administration block with one staffroom to roofing level		2,000,000	Paid within financial year 2023/2024
Tunnel Secondary School	Completion of 200 capacity dining hall started by NG-CDF Kipkelion west in 2019/20DY; Plastering,		2,000,000	Paid within financial year

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
	installation of tiles, painting fascia board and installation of electricity.			2023/2024
<b>Sub-Total</b>		<b>33,401,883</b>	<b>33,600,000</b>	
<b>Amounts due to other grants and other transfers</b>				
kipkelion library	Completion of community library		2,000,000	delay in funding
kipkelion KMTC	Construction of two classrooms to completion, construction of administration block (foundation, walling, roofing, painting and electrical installation).	13,000,000	10,000,000	delay in allocation of land by county Government
<b>Emergency Projects ( see attached list)</b>	To cater for unforeseen occurrence in the constituency	3,892,871	5,326,926	ongoing
<b>Bursary - Secondary</b>	Payment of fees to needy students	10,875		ongoing
<b>Sports Projects ( see attached list)</b>		118,379	2,853,179	Paid within financial year 2023/2024
Kipkelion Sub County Director of Education	Purchase of 10,000 litres water tank at Kshs.150,000, 2,300 litres water tank at Kshs.30,000 and water harvesting: installation of gutters and piping at Kshs.90,000, construction of base tank at Kshs.30,000 and water tank stand for 2,300 litres at kshs.27,730	327,730		delay in funding
kipkeluon sub county treasury	purchase of water tank 10,000 litres	150,000		delay in funding

*National Government Constituencies Development Fund (NGCDF)  
KIPKELION WEST Constituency*

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
Timbilil Assistant Chief's Office	Renovation to completion of assistant chief's office comprising of 2 rooms and one boardroom: Plaster works, keying, skirting, window panes replacement, fascia boards, wiring of the building and painting of all plastered sections at Kshs.185,000, purchase and installation of 2 flush doors at Kshs.15,000 and construction to completion of 2 door pit latrine with one unit for Person with Disabilities at Kshs.300,000	500,000		delay in funding
Assistant County Commissioner's Office- Chilchila	Fencing to completion of 150 meters office compound with barbed wires, chain link and treated post.	220,000		delay in funding
Kutung Chief's Office	Construction of 3 roomed Chief's Office to roofing	800,000		delay in funding
Kipkelion AP Camp	Construction to completion of 3 door flush toilets with one unit for Persons with Disabilities, 4 door bathrooms with one unit for Persons with Disabilities at Kshs.500,000 and purchase of 6,000 litres plastic septic tank at Kshs.100,000	600,000		delay in funding
kipkelion DCC	Construction of car parking	200,000		delay in funding
Kunyak Police Post	Construction to completion of 5 roomed Police Post with armoury, police cell, reception and 2 offices	2,000,000	2,000,000	Awaiting design approval from inspector of police
Kipkelion ACCs Office	Fencing and construction of 2 door pit latrines	3	700,000	Paid within financial year 2023/2024
Korosyot Primary	Purchase of 1000 tree seedlings at kshs.50,000 and			delay in funding

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

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
School	transport at kshs 10,000,planting and fencing at kshs 40000	100,000		
NG-CDF Office-Kipkelion west	Construction of modern ablution block	8,445	1,964,303	Paid within financial year 2023/2024
access road	Construction access road leading to kunyak secondary school	5,460	16386	balances
<b>Sub-Total</b>		<b>21,933,763</b>	<b>24,860,794</b>	
<b>Acquisition of assets</b>	Renovation of NGCDF office, construction of car parking and construction of perimeter wall	3,000,000	3,000,000	ongoing
<b>Oversight Committee Expenses(itemize)</b>	Payment of COC allowance	9,650.00	732,650	delay in funding
Strategic plan	preparation of 5 year strategic plan	1,289,034	3,500,000	delay in funding
<b>Others (specify)</b>		-		
<b>Sub-Total</b>		<b>4,298,684</b>	<b>7,232,650</b>	
Funds pending approval		17,714,008	5,900,000	
<b>Grand Total</b>		<b>83,905,844</b>	<b>75,185,673</b>	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2021/2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022/2023
Land				
Buildings and structures	1,800,000			1,800,000
Transport equipment	9,650,000			9,650,000
Office equipment, furniture and fittings	217,600			217,600
ICT Equipment, Software and Other ICT Assets	163,000			163,000
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
<b>Total</b>	<b>11,830,600</b>			<b>11,830,600</b>

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

---

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

S/NO	PMC	Bank	Account number	Bank Balance	Bank Balance
				2023-2024	2022-2023
1	TINGATELA PRY SCHOOL	KCB LONDIANI	1199476390	179	800,131
2	LELU CENTRAL PRY SCHOOL	KCB LONDIANI	1204775893	999,557	800,789
3	BOROWET PRY SCHOOL	KCB LONDIANI	1239280017	83,711	806,751
4	CHEPNGOSOS PRY SCHOOL	KCB LONDIANI	1165398567	901,313	1,500,486
5	MURAO PRY SCHOOL	KCB LONDIANI	1200045068	1,008,248	1,299,434
6	KIMOLOGIT PRY SCHOOL	KCB LONDIANI	1138077844	2,772	
7	KAPSALE PRY SCHOOL	KCB LONDIANI	1163507571	940,920	
8	KAULA PRY SCHOOL	KCB LONDIANI	1317563824	994	
9	KUTUNG PRY SCHOOL	KCB LONDIANI	1270826123	689,004	
10	MACHEISOK PRY SCHOOL	KCB LONDIANI	1199611581	2,583	
11	LALIAT PRY SCHOOL	KCB LONDIANI	1205231889	83	800,788
12	MURGUT PRY SCHOOL	KCB LONDIANI	1261546849	2,097	
13	CHORWET PRY SCHOOL	KCB LONDIANI	1203124465	80,025	

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

S/NO	PMC	Bank	Account number	Bank Balance	Bank Balance
				2023-2024	2022-2023
14	KORU FARM PRY SCHOOL	KCB LONDIANI	1203853823	1,834	
15	MAGIRE PRY SCHOOL	KCB LONDIANI	1164762311	501,317	
16	TINGORO PRY SCH	KCB LONDIANI	1160993572	40,950	
17	SOIL CONSERVATION PRY SCHOOL	KCB LONDIANI	1150025719	1,898	
18	SEGETET PRY SCHOOL	KCB LONDIANI	1138008737	782	
19	PINUS PRY SCHOOL	KCB LONDIANI	1124722106	12,227	
20	LELU PRY SCHOOL	KCB LONDIANI	1240932723	80,651	800,532
21	KIPKELION TOWNSHIP PRY SCHOOL	KCB LONDIANI	1173647511	407	
22	KIPSEGI PRY SCHOOL	KCB LONDIANI	1166443825	78,667	
23	CHEPKENDI PRY SCHOOL	KCB LONDIANI	1233617583	3,959	
24	KAPCHORWA PRY SCHOOL	KCB LONDIANI	1318524679	778,777	
25	SACHANGWAN PRY SCHOOL	KCB LONDIANI	1317015037	502,538	
26	MALINCHA PRY SCHOOL	KCB LONDIANI	1317437624	9,505	
27	TUMAЕК PRY SCHOOL	KCB LONDIANI	1137700173	450,237	
28	SUGUTEK PRY SCHOOL	KCB LONDIANI	1103332317	204,224	

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

S/NO	PMC	Bank	Account number	Bank Balance	Bank Balance
				2023-2024	2022-2023
29	LEDET PRY SCHOOL	KCB LONDIANI	1167337530	78	
30	BOROR PRY SCHOOL	KCB LONDIANI	1322864551	328,861	
31	CHESIGOT PRY SCHOOL	KCB LONDIANI	1325090093	885	
32	CHESONOI PRY SCHOOL	KCB LONDIANI	1116567040	301,845	
33	SEGUTON PRY SCHOOL	KCB LONDIANI	1133637779	4,810	
34	KALYET A PRY SCHOOL	KCB LONDIANI	1178671593	2,305	
35	KENYELET PRY SCHOOL	KCB LONDIANI	1173556613	986	
36	KIPCHORIAN PRY SCHOOL	KCB LONDIANI	1173228179	186	
37	SINGOIWEK PRY SCHOOL	KCB LONDIANI	1288009208	388	
38	IMBARAGAI PRY SCHOOL	KCB LONDIANI	1157651410	1,309	
39	KITOI PRY SCHOOL	KCB LONDIANI	1108558828	1,287	
40	ST.BERNARDS PRY SCHOOL	KCB LONDIANI	1102499587	155,331	
41	MURAO SEC SCHOOL	KCB LONDIANI	1151018368	100,575	575
42	KIPSEGI SEC SCHOOL	KCB LONDIANI	1149758473	102,840	
43	MAGIRE SEC SCHOOL	KCB LONDIANI	1149752998	34,605	

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

S/NO	PMC	Bank	Account number	Bank Balance	Bank Balance
				2023-2024	2022-2023
44	CHEPKECHEI SEC SCHOOL	KCB LONDIANI	1117864812	15,303	
45	SIWOT SEC SCHOOL	KCB LONDIANI	1270328956	124,402	
46	TUNNEL SEC SCHOOL	KCB LONDIANI	1286990920	126,338	
47	TULWAPMOI SEC SCHOOL	KCB LONDIANI	1203970226	605,141	
48	NDUBUSAT GIRLS SEC SCHOOL	KCB LONDIANI	1317529634	789,395	
49	KOROSYOT MIXED DAY SEC SCHOOL	KCB LONDIANI	1318497345	19,755	
50	MENET SEC SCHOOL	KCB LONDIANI	1311899634	30,194	
51	BARSIELE SEC SCHOOL	KCB LONDIANI	1271116308	103	
52	LESIRWO SEC SCHOOL	KCB LONDIANI	1151554251	990	
53	KAPKWEN SEC SCHOOL	KCB LONDIANI	1142853438		831,800
54	KIMANDUI PRY SCHOOL	KCB LONDIANI	1202644740		801,847
55	KUNYAK SEC SCHOOL	KCB LONDIANI	1165359227		3,005,475
56	SIMOTWET SEC	KCB LONDIANI	1279519010		1,600,193
57	KAPLELIT SEC SCHOOL	KCB LONDIANI	1203844530		1,500,001
58	KIPTENDEN SEC SCHOOL	KCB LONDIANI	1271182343		2,018,137

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

S/NO	PMC	Bank	Account number	Bank Balance	Bank Balance
				2023-2024	2022-2023
59	CHEBIRIR PRY SCHOOL	KCB LONDIANI	1149871768		1,600,435
60	KETITUI B PRY SCHOOL	KCB LONDIANI	1271610841		1,601,508
61	BLUE HILLS PRY SCHOOL	KCB LONDIANI	1184322945		1,800,973
62	KAPIAS SECONDARY SCHOOL	KCB LONDIANI	1125239751		469,009
63	LELU SECONDARY SCHOOL	KCB LONDIANI	1275256465		2,664
	<b>TOTAL</b>			<b>10,127,371</b>	<b>22,041,528</b>

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

**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: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
KIPKELION WEST/CDF/AUDIT2022-23/28/2	<p><b>Unsupported Project Management Committee Balances</b></p> <p>Note 18.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balances totalling to Kshs.22, 041,524. However, the cash books, bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for the audit.</p> <p>In the circumstances, the accuracy and completeness of PMC bank balances of Kshs.22, 041,524 could not be confirmed.</p>	Support schedule availed for audit verifications, awaiting further communication from audit team	Not Resolved	December 2024
KIPKELION WEST/CDF/AUDIT2022-23/28/2	<p><b>Emphasis of matter</b></p> <p><b>Budgetary control and performance</b></p> <p>The summary statement of appropriation reflects final receipts budget and actual receipts</p>	Fund has been received and utilized in previous and current	Not resolved	December 2024

*National Government Constituencies Development Fund (NGCDF)  
KIPKELION WEST Constituency  
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)
	<p>on comparable basis of Kshs.160,146,975 and Kshs,91,843,063 respectively, resulting in an under-funding of Kshs.68,303,912 or 43% of the budget. Similarly the statement reflects final budget expenditure and actual on comparable basis of amounts of Kshs.160,146.975 and Kshs.84,961,302 respectively resulting into under-absorption of Kshs.75,185,673 or 47% of the budget.</p> <p>The under-funding and under-performance affected the planned activities and may have impacted negatively on service delivery to the constituents</p>	<p>financial year. Documents avail for audit verification</p>		
<p>KIPKELION WEST/CDF/AUDIT2022</p>	<p><b>REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES</b> Basis for conclusion</p>	<p>KMTC projects has not started since the county government</p>	<p>Not resolved</p>	<p>December 2024</p>

**National Government Constituencies Development Fund (NGCDF)**  
**KIPKELION WEST Constituency**  
**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)
-23/28/2	<p><b>1. Stalled Proposed Construction of Kipkelion KMTC</b>  Review of project status report revealed that the Constituency Development Board in the year 2019/2020, 2020/2021, 2021/2022 a total of Kshs.13,000,000 for the proposed construction of Kipkelion Kenya Medical Training College without any allocation in theyear under review. However, audit verification on 14 March,2024 revealed that there were no progress of work and the funds may have been diverted for other activities. Further, supporting documents including procurement details such as contract agreement, tender opening and evaluation minutes, Project Management Committeeminutes and expenditure returns were not provided for audit review.</p>	<p>of Kericho has not allocated land for construction. The fund for the project is still at NGCDF main account; kshs 13,000,000. the NGCDFC in the current financial year has reallocated the fund to other projects</p>		
	<p><b>2. Stalled Construction of a Classroom at Borowet Primary School</b>  Note 7 to the financial statements which further includes an</p>	<p>NGCDFC allocated fund for completion of the classroom in 2023/24 F/Y and</p>	<p>Not resolved</p>	<p>December 2024</p>

**National Government Constituencies Development Fund (NGCDF)**  
**KIPKELION WEST Constituency**  
**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)
	<p>amount of Kshs 8,00,000 transferred to Borowet Primary School Project Management Committee account for the construction of classrooms. Project verification on 14 March,2024 revealed that the classrooms were complete and ready for use. However, the school had one stalled classroom. Review of the Project expenditure returns revealed that the construction of the classroom was approved by the NG-CDF Board in 2020/2021 financial year at project cost of Ksh 700,000 and the funds were transferred to the PMC Account. No explanations was provided by the Management for failure to complete the project.</p>	<p>the classroom is complete and in use</p>		
	<p><b>3. Incomplete Project for Proposed Construction of Administration block at Chepngosos Primary School</b></p>	<p>NGCDFC allocated additional fund in 2023/24 F/Y for</p>	<p>Not resolved</p>	<p>December 2024</p>

**National Government Constituencies Development Fund (NGCDF)**  
**KIPKELION WEST Constituency**  
**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)
	<p>Note 7 to the financial statements which further includes an amount of Kshs1,500,000 transferred to Chepngosos Primary School project management committee account. However, review of expenditure returns revealed that the engineer's estimates for the project was Ksh.2,000,095, thus the project was underfunded by an amount of Ksh.500,095 which affected the completion of the project. Audit verification on 14 March,2024 revealed that the work is incomplete and the project is abandoned</p>	<p>completion. The project is complete on awaiting handing over.</p>		
	<p><b>REPORT ON EFFECTIVENESS OF INTERNAL COTROLS , RISK MANAGEMENT AND GOVERNANCE</b>  <b>Basis for conclusion</b>  <b>Lack of a Strategic plan and work plan</b>            During the year under review, it was noted Kipkelion West NG-CDF has not developed a strategic plan. This is contrary to</p>	<p>Kipkelion west 2022-2027 strategic plan is as at final stage as it has been forwarded to NGCDF Board for approval before printing</p>	<p>Not resolved</p>	<p>December 2024</p>

*National Government Constituencies Development Fund (NGCDF)  
KIPKELION WEST Constituency  
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)
	<p>section 170. (1) of the Public Financial Management Regulations, 2015 which states an entity should have a three (3)-year strategic plan. It was also noted: the entity did not have a work plan. It was therefore impossible to ascertain how the functions and activities of Kipkelion West NCDF in the financial year were carried out with and carried out without a work plan which should be influenced by carrying out a risk assessment</p>			

  
 .....  
 Name: Caroline Cheret  
 Fund Account Manager.