

REPUBLIC OF KENYA



Enhancing Accountability



 THE NATIONAL ASSEMBLY PAPERS LAID	
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REPORT

OF THE AUDITOR-GENERAL

ON

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

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



OFFICE OF THE AUDITOR GENERAL
ELDORET REGIONAL OFFICE

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AINABKOI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS – International Public Sector Accounting Standards.

PMC-Project Management Committees

FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Caren Jeruto
2.	Sub-County Accountant	Naomi Singa
3.	Deputy sub –County Accountant	Pauline Yegon
4.	Chairman NGCDFC	Abraham Tuwey
5.	Member NGCDFC	Mary Gathoni

(c) Fiduciary Oversight Arrangements

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

(d) Ainabkoi Constituency NGCDF Headquarters

P.O. Box 9882-30100
Eldoret east sub county DCC'S Compound
Along Eldoret- Kaptagat road
Eldoret, KENYA

(e) Ainabkoi Constituency NGCDF Contacts

Telephone: (254) 720905587
E-mail: cdmfainabkoi@ngcdf.go.ke
Website: www.ainabkoingcdf.go.ke

(f) Ainabkoi Constituency NGCDF Bankers

1. Family Bank
Eldoret Branch
P.O.Box 74145-00200
Eldoret, Kenya
2. Equity Bank of Kenya
Eldoret Branch
P.O.Box 2201
Eldoret, Kenya

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

III. NG-CDFC Chairman's Report

NG-CDF fund has and continues to touch, change and transform lives of common citizen down at the grass root level. That has been achieved through bursary fund to needy but bright school going students who would have dropped out if not for NG-CDF bursary fund intervention. Notably also there is no clear structure to administer the social security program in the constituency. It is upon the NG-CDF board to expedite issuance of a policy guidelines towards social security programmes. The slow implementation of projects was due to delayed disbursement of funds from NG-CDF Board. There is need for bursary/social security allocation to be reviewed upwards to match increasing needs of school fees.

There are quite a number of challenges facing constituents in Ainabkoi constituency ranging from poor road networks, power outages, communication/network problems, insecurity, landslides, thunder and lightning strikes. With collaboration, networking and partnering with stakeholders, the above challenges could be solved.

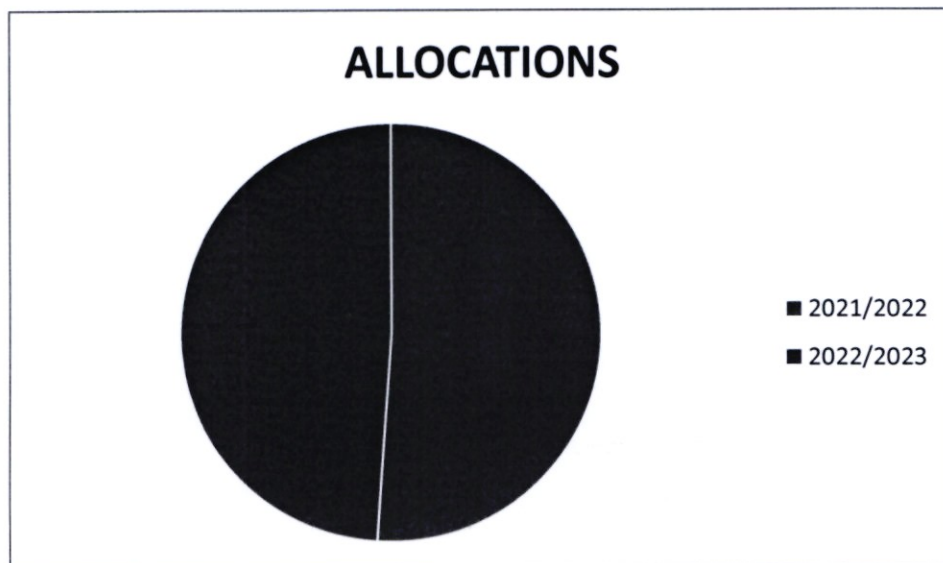
I would like to thank all stakeholders of NG CDF projects in Ainabkoi including the project management committees, development partners, and government line ministries.



**NG-CDF CHAIRMAN
ABRAHAM TUWEY**

Budget allocation for the two years .

Financial Years	Amount Allocated in Kes
2021/2022	137,088,879
2022/2023	131,342,462



Some of the projects implemented



Eldoret school for the hearing impaired -construction of dining hall



Chepkero Primary-construction of classroom



Rurigi Secondary- Construction of Admistration Block



.....
**Name ABRAHAM TUWEY
CHAIRMAN NGCDF COMMITTEE**

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

IV. Statement Of Performance Against Predetermined Objectives for FY2022/2023

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 **Ainabkoi Constituency** 2022-2023 plan are to:

- a) Education- to improve student outcomes and enabling environment for quality learning
 - b) Security- to create peaceful, secure and enabling environment through support of infrastructure in the ministry of interior in the constituency
 - c) Sports- to create opportunities for young people and marginalized groups to harness their potential and capabilities through sports
 - d) Enhance and sustain security in the constituency
 - e) Promote sustainable environment management practices
 - f) Nature and promote youth sporting talent
 - g) Promote sustainable youth empowerment programmes
- Increase access to ICT infrastructure

Progress on attainment of Strategic development objectives

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

s	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels	In FY 2022/23 -we increased constructed 10classrooms We also issued bursaries to needy students
Security	-Enhance and sustain security in the constituency	-Conducive working environment for	-Number of rehabilitated and constructed DCC	In FY 2022/23 -We constructed single roomed

		security personnel -Increased security coverage Secure business environment.	and chief offices.	houses in three police posts -We also furnished ACC office.
Environment	-Promote sustainable environment management practices	-Increased forest cover in the constituency -A more informed citizenry on environmental conservation.	-Number of water tanks purchased for harvesting rain water	We constructed pit latrine institutions
Emergency	-cater for emergencies that may occur within the constituency.	-emergencies taken care of to ensure normal operations within institutions..	-Number of emergency cases taken care of	During F/Y 2022/23 Renovation of burnt classrooms

V. Statement of Governance

Ainabkoi NG-CDF operates in accordance to the law and regulations and ensure the process are adhered and enhance quality management.

Appointment process of committees.

There's established constituency committee who were appointed in line with NG-CDF Act Sect 43(1) (2) (3) and (4). The selection process began by constituting a selection panel who conducted the process in line with the Act and the Circular provided by the board.

The process begin by inviting for applications from members of the public who meet the qualifications required;

These include the vetting of the names submitted by the Constituency Office Manager and the Persons with Disability forwarded by a registered group.

Once the selection process is complete the selection panel is required to submit the names to the board for approval and gazettelement

The 8 committee members were gazetted in December 2022 and the handing over process was done on 20th December 2022.

Mandate and functions of NG-CDFC at the Constituency level

- (a) Build the capacity of project management committees and sensitize the community on the operations of the Fund:
- (b) Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency:
- (c) Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act:
- (d) Rank projects proposals in order of priority while ensuring that on-going projects take precedence:
- (e) Ensure that all projects receive adequate funding and are completed within three years:
- (f) Where a project involves purchase of a parcel of land or a building, ensue that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies:
- (g) Ensure that projects proposed for funding fulfill the requirements provided in the Act and relevant circulars issued by the Board:
- (h) Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board:
- (i) Ensure that project reports are prepared and submitted to the Board:
- (j) Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects:
- (k) Ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund:
- (l) 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:
- (m) Collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act:

- (n) Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act:
- (o) Enter into performance contracting with the Board on an annual basis:
- (p) Receive returns from project management committees in accordance with regulation 15:
- (q) Maintain a database of project management committees and reports from the respective committees.

Operations of the committee

In line with the committee's mandate, decision making process is done in a procedurally manner which involves consultation, analysis and recommendations.

All the decisions are implemented through minuted resolution arising from meetings held by the committee. The committee organizes its meetings once in every month and subcommittee meetings on need basis.

To ensure fairness, openness and transparency each member is given an equal opportunity to fully participate in the meetings and each member is required to disclose conflict of interest by filling in the disclosure form.

Risk Management

Risk is an integral component of the organizational process hence there was need for the constituency to rank the risks, analyze and suggest improvement actions. In view of this the constituency top risks were identified and analyzed.

The NGCDFC with the aim of mitigating risks developed mitigation strategies through identifying improvement actions and implementing them with follow up. The committee has been able to curd financial risks associated with authorized payment by the PMC through introducing the Fund Account Manager as a mandatory signatory to all accounts.to ensure there's transparency and fairness in distribution of resources, the committee encourages community participation in vetting of bursary beneficiaries

The current risks have been analyzed and the committees have come up with improvement actions which shall entail monitoring and evaluation to ensure the actions taken have reduced or eliminate the risks

VI. Environmental and Sustainability Reporting

Ainabkoi 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 Ainabkoi NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

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

2. Environmental performance

- NG-CDF supported students carry out environmental conservation activities e.g. harvesting of rain water using water tanks to reduce soil erosion
- Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.
- NG-CDF staff Have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.

3. Employee welfare

We invest in providing the best working environment for our employees. Ainabkoi 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. Ainabkoi 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-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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

.....
Name CAREN JERUTO
Fund Account Manager.

VII. Statement Of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Ainabkoi Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

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

The Accounting Officer in charge of the NGCDF Ainabkoi 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- Ainabkoi Constituency financial statements were approved and signed by the Accounting Officer on 08/09/2023.



.....
Name: Abraham Tuwey
Chairman – NGCDF Committee



.....
Name: Caren Jeruto
Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Ainabkoi Constituency set out on pages 1 to 40, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Ainabkoi Constituency as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with the 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. Project Management Committee Bank Account Balances

As reported previously, Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balances of Kshs.19,064,444 held in fifty-four (54) bank accounts in various commercial banks. However, cashbooks, bank reconciliation statements, certificates of bank balance and bank statements for the fifty-four (54) bank accounts were not provided for audit. In addition, there was no evidence that the Accounting Officer of the Fund submitted the monthly bank reconciliation statements of any of the fifty-four (54) PMC bank accounts to The National Treasury with a copy to the Auditor-General for each of the month during the year under review. Further, Management did not disclose balances for ten (10) PMC bank accounts as at 30 June, 2023 as revealed in Annex 5 to the financial statements.

In the circumstances, the accuracy, existence and completeness of the project Management Committee Bank balances of Kshs.19,064,444 could not be confirmed.

2. Failure to Provide for Service Gratuity

The statement of receipts and payments reflects compensation of employees amount of Kshs.2,348,340 as disclosed in Note 4 to the financial statements. However, compensation of employees amount of Kshs.2,348,340 does not include service gratuity. This is contrary to Public Sector Accounting Standards Board reporting template and the National Government Constituency Development Fund Board Circular of 26 August, 2021 which requires National Government Constituencies Development Fund Committees to ensure that the funds set aside for the financial year are adequate to fully settle service gratuity entitlements for the existing and new employees up to the end of their respective contracts.

In the circumstances, the accuracy and completeness of compensation of employees amount of Kshs.2,348,340 could not be confirmed.

3. Unsupported Bursary Payments

The statement of receipts and payments reflects other grants and transfers of Kshs.48,885,180 as disclosed in Note 8 to the financial statements. This includes bursary payments of Kshs.30,002,427, Kshs.13,977,732 and Kshs.677,020 for secondary, tertiary and special schools respectively amounting to Kshs.44,657,179. However, review of documents provided for audit revealed that only Kshs.23,641,191 was supported with acknowledgement letters from the schools and institutions while acknowledgement letters for the balance of Kshs.21,015,988 were not provided for audit.

In the circumstances, the accuracy and completeness of bursary disbursements amounting to Kshs.21,015,988 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.162,118,645 and Kshs.106,587,304 respectively resulting to an under-funding of Kshs.55,531,341 or 34% of the budget. However, the Fund spent balance of Kshs.73,035,948 against actual receipts of Kshs.106,587,304 resulting to an under-utilization of Kshs.33,551,356 or 31% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Non-Disbursement of Funds from the Board

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Kshs.87,000,000. During the year under review, the Fund had an approved budget of Kshs.162,118,645. However, only Kshs.87,000,000 was received while the balance of Kshs.75,118,645 was not disbursed from the Board. This was contrary to Section 39(2) of the National Government Constituencies Development Fund Act, 2015 which states that the disbursement of funds to the Constituency Fund account shall be effected at the beginning of the first quarter of each financial year with an initial amount equivalent to twenty-five per centum of the allocation for the Constituency and thereafter the Constituency Fund account shall be replenished in three equal instalments at the beginning of the second, third and fourth quarters of the financial year. The delay in funds disbursements from the Board resulted in delay in implementation of approved projects or programs and therefore denied the public services and benefits accruing from the completed projects.

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

2. Delay in Implementation of Projects

During the year under review, the Fund had planned to implement twenty-seven (27) projects with a budget of Kshs.84,997,313. However, out of this number, thirteen (13) or 48% of the projects with a budget of Kshs.51,711,890 had not started, while two (2) or 7% of the projects with a budget of Kshs.21,735,700 were incomplete.

In the circumstances, value for money was not obtained from the fifteen (15) incomplete and not started projects.

3. Irregularities in Bursary Sub-Committee

The statement of receipts and payments reflects other grants and transfers amount of Kshs.48,885,180 as disclosed in Note 8 to the financial statements. This includes bursary payments of Kshs.30,002,427, Kshs.13,977,732 and Kshs.677,020 for secondary, tertiary and special schools respectively totalling Kshs.44,657,179. However, there was no evidence to show that the sub-committee formed included two co-opted members, one who must be an Education Officer or an Officer seconded from Ministry of Education. This

was contrary to the National Government Constituencies Development Fund Board Circular reference VOL1/111 dated 13 September, 2010 which requires formation of a sub-committee of Constituency Development Fund to manage the bursary scheme including two co-opted members one of whom must be an Education Officer or an Officer seconded from Ministry of Education. Failure to co-opt an officer from the Ministry of Education may lead to a weak governance structure and the bursary sub-committee may not benefit from advice from the Education officials.

In the circumstances, Management waws in breach of law.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, 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 governance were not effective.

Basis for Conclusion

High Turnover of Fund Account Managers

As reported previously, review of the Fund's records revealed that the Fund had five (5) Fund Account Managers within three (3) financial years. The first Fund Account Manager joined in July, 2021 and left in January, 2022 and the second Fund Account Manager joined in February, 2022 and left in April, 2022. A third Fund Account Manager was acting until 30 June, 2022. In March, 2023, there was a fourth Fund Account Manager and as at the time of audit in March, 2024 a fifth Fund Account Manager was appointed in an acting capacity. The frequent change of Fund Account Managers negatively affected delivery of services to the constituents.

In the circumstances, the high turnover of Fund Account Managers affected the smooth running of the operations of the Fund.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were

operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

25 June, 2024

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

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

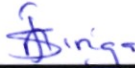
	Note	2022-2023	2021-2022
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	87,000,000	170,718,879
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	11,000	-
TOTAL RECEIPTS		87,011,000	170,718,879
PAYMENTS			
Compensation of employees	4	2,348,340	3,186,939
Committee expenses	5	3,381,742	10,402,610
Use of goods and services	6	1,270,963	4,483,240
Transfers to Other Government Units	7	17,149,723	94,139,767
Other grants and transfers	8	48,885,180	68,753,199
Acquisition of Assets	9	-	792,000
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		73,035,948	181,757,755
SURPLUS/DEFICIT		13,975,052	(11,038,876)

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 8/09/2023 and signed by:


Fund Account Manager

Name: CAREN JERUTO


National Sub-County
Accountant

Name: NAOMI SINGA
ICPAK M/No: 8816


Chairman NG-CDF
Committee

Name: ABRAHAM TUWEY

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


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


	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	33,551,356	19,576,304
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		33,551,356	19,576,304
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		33,551,356	19,576,304
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		33,551,356	19,576,304
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	19,576,304	30,615,180
Prior year adjustments	16	-	-
Surplus/Defict for the year		13,975,052	(11,038,876)
NET FINANCIAL POSITION		33,551,356	19,576,304

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 8/09/2023 and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: CAREN JERUTO

Name: NAOMI SINGA
ICPAK M/No:8816

Name: ABRAHAM TUWEY

*Ainabkoi Constituency
National Government Constituencies Development Fund (NGCDF)
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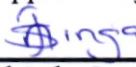
Statement Of Cash Flows for The Year Ended 30th June 2023


	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	87,000,000	170,718,879
Other Receipts	3	11,000	-
		87,011,000	170,718,879
Payments for operating activities			
Compensation of Employees	4	2,348,340	3,186,939
Committee expenses	5	3,381,742	10,402,610
Use of goods and services	6	1,270,963	4,483,240
Transfers to Other Government Units	7	17,149,723	94,139,767
Other grants and transfers	8	48,885,180	68,753,199
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		73,035,948	180,965,755
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		13,975,052	(10,246,876)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	(792,000)
Net cash flows from Investing Activities		-	(792,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		13,975,052	(11,038,876)
Cash and cash equivalent at BEGINNING of the year	12	19,576,304	30,615,180
Cash and cash equivalent at END of the year		33,551,356	19,576,304

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 8/09/2023 and signed by


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: CAREN JERUTO

Name: NAOMI SINGA
ICPAK M/No: 8816

Name: ABRAHAM TUWEY

*Ainabkoi Constituency
National Government Constituencies Development Fund (NGCDF)
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XI. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %	
	2022/2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022/2023	2022/2023		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NG-CDF Board	131,342,462	19,576,304	11,188,879	162,107,645	106,576,304	55,531,341	
Proceeds from Sale of Assets				-	-	-	0.0%
Other Receipts		11,000		11,000	11,000	-	100.0%
TOTAL RECEIPTS	131,342,462	19,587,304	11,188,879	162,118,645	106,587,304	55,531,341	65.7%
PAYMENTS							
Compensation of Employees	3,162,644			3,162,644	2,348,340	814,304	74.3%
Committee expenses	5,488,274			5,488,274	3,381,742	2,106,532	
Use of goods and services	3,169,903			3,169,903	1,270,963	1,898,940	40.1%
Transfers to Other Government Units	51,613,425	14,356,298	3,015,700	68,985,423	17,149,723	51,215,700	25.1%
Other grants and transfers	64,594,791	5,212,006	8,173,179	77,979,976	48,885,180	29,714,796	62.2%
Acquisition of Assets		8,000		8,000	-	8,000	0.0%
Oversight Committee Expenses	1,313,425			1,313,425	-	1,313,425	0.0%
Other Payments	2,000,000			2,000,000	-	2,000,000	0.0%
UNALLOCATED FUND		11,000		11,000		11,000	
TOTAL	131,342,462	19,587,304	11,188,879	162,118,645	73,035,948	89,082,697	45.1%

- (a) Revenue Realized was AIA raised through sale of tenders
- (b) Underutilization of funds below 90% was as result of late receipts of funds from NG-CDF Board
- (c) The changes between the original and final budget are as a result of opening cashbook balance brought forward and previous years disbursements not yet received from the NGCDFB at the beginning of the financial year.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	89,082,697
Less undisbursed funds receivable from the Board as at 30th June 2023	55,531,341
	33,551,356
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2022/2023	33,551,356

The Constituency financial statements were approved by NG CDFC on 8/09/ 2023 and signed by:



Fund Account Manager

Name: CAREN JERUTO



National Sub-County Accountant

Name: NAOMI SINGA
ICPAK M/No: 8816



Chairman NG-CDF Committee

Name: ABRAHAM TUWEY

*Ainabkoi Constituency
National Government Constituencies Development Fund (NGCDF)
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XII. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

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
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,162,644			3,162,644	2,348,340	814,304
1.2 Committee allowances	2,048,000			2,048,000	1,702,207	345,793
1.3 Use of goods and services	3,169,903			3,169,903	1,270,963	1,898,940
Total	8,380,547		-	8,380,547	5,321,510	3,059,037
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,740,274			1,740,274		1,740,274
2.2 Committee allowances	1,700,000			1,700,000	1,679,535	20,465
2.3 Use of goods and services	500,000			500,000		500,000
Total	3,940,274		-	3,940,274	1,679,535	2,260,739
3.0 Emergency						
3.1 Primary Schools				-		-
3.2 Secondary schools		2,132,706		2,132,706	2,000,000	132,706
3.3 Tertiary institutions				-		-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
3.4 Security projects			-	-		-
3.5 Unutilised	7,636,190		2,523,179	10,159,369		10,159,369
Total	7,636,190	2,132,706	2,523,179	12,292,075	2,000,000	10,292,075
4.0 Bursary and Social Security				-		
4.1 Secondary Schools	21,269,862	2,403,000		23,672,862	23,672,862	-
4.2 Tertiary Institutions	20,000,000			20,000,000	18,984,318	1,015,682
4.3 Social Security	2,700,000	676,300		3,376,300	1,608,000	1,768,300
4.4 Special Needs	2,000,000			2,000,000	2,000,000	-
Total	45,969,862	3,079,300	-	49,049,162	46,265,180	2,783,982
5.0 Sports				-		-
AINABKOI CONSTITUENCY TOURNAMENT	2,276,849			2,276,849		2,276,849
REGIONAL SPORT TOURNAMENT	350,000			350,000		350,000
Total	2,626,849			2,626,849		2,626,849
6.0 Environment						
NAIBERI SECONDARY SCHOOL		100,000		100,000	100,000	-
ST.MARYS KOIBARAK	506,712			506,712		506,712
CHESOGOR SECONDARY	506,712			506,712		506,712

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			
MUNYAKA PRIMARY	506,712			506,712		506,712
CHELELEK PRIMARY	506,713			506,713		506,713
CHELELEK PRIMARY	600,000			600,000		600,000
Total	2,626,849	100,000	-	2,726,849	100,000	2,626,849
7.0 Primary Schools Projects						
KEWAPMOI PRI SCH		500,000		500,000	500,000	-
CHELELEK PRIMARY		250,000		250,000	250,000	-
CHELUGUI PRIMARY		250,000		250,000	250,000	-
ARNESENS PRIMARY		250,000		250,000	250,000	-
MUNYAKA PRIMARY	4,500,000			4,500,000	2,000,000	2,500,000
KAPSOYA PRIMARY	5,000,000			5,000,000		5,000,000
TENDWO PRIMARY	2,000,000			2,000,000		2,000,000
KONGASIS PRIMARY	2,500,000			2,500,000		2,500,000
ARNESENS PRIMARY	5,000,000			5,000,000		5,000,000
Total	19,000,000	1,250,000	-	20,250,000	3,250,000	17,000,000
8.0 Secondary Schools Projects						
CHEPLELACHBEI EAST SEC		900,000		900,000	900,000	-

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

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			
KAPSOYA SEC SCH		300,000		300,000	300,000	-
ILLULA SECONDARY		580,000		580,000	580,000	-
Tendwo secondary school	10,000,000	3,386,298		13,386,298	3,386,298	10,000,000
MOI GIRLS HIGH SCHOOL	10,000,000			10,000,000		10,000,000
KAPSUNDEI SECONDARY	1,200,000			1,200,000		1,200,000
Total	21,200,000	5,166,298	-	26,366,298	5,166,298	21,200,000
9.0 Tertiary institutions Projects						-
AINABKOI KMTC	1,413,425	7,320,000	3,015,700	11,749,125	8,733,425	3,015,700
AINABKOI KMTC	10,000,000			10,000,000		10,000,000
Total	11,413,425	7,320,000	3,015,700	21,749,125	8,733,425	13,015,700
10.0 Security Projects						-
AINABKOI ACC'S OFFICE		520,000		520,000	520,000	-
KAPSOYA APP LINE	535,041			535,041		535,041
KIPKORGOT MULTIPURPOSE HALL	5,200,000		5,650,000	10,850,000		10,850,000
Total	5,735,041	520,000	5,650,000	11,905,041	520,000	11,385,041
11.0 Acquisition of assets						-
NG-CDF OFFICE	-	8,000		8,000		8,000

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			
Total	-	8,000	-	8,000	-	8,000
12.0 Oversight Committee Expenses (itemize)						
	1,313,425			1,313,425		1,313,425
Total	1,313,425		-	1,313,425		1,313,425
13.0 Other payments				-		-
STRATEGIC PLAN	2,000,000			2,000,000		2,000,000
Total	2,000,000	-	-	2,000,000	-	2,000,000
14.0 unallocated fund						
Unapproved projects						-
AIA		11,000		11,000		11,000
PMC savings						
Total		11,000	-	11,000	-	11,000
	131,342,462	19,587,304	11,188,879	162,118,645	73,035,948	89,082,697

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury)

XIII. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

14. Errors

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

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

15. Related Party Transactions

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

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XIV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B140826		33,000,000
AIE NO. B105406		44,000,000
AIE NO. B105722		22,000,000
AIE NO. B105988		6,000,000
AIE NO. B128751		12,000,000
AIE NO. B154354		16,000,000
AIE NO. B154251		37,088,879
AIE NO. A888966		630,000
AIE NO. B 185001	7,000,000	
AIE NO. B 185307	6,000,000	
AIE NO. B 185552	15,000,000	
AIE NO. B 185833	5,000,000	
AIE NO. B 206284	12,000,000	
AIE NO. B 205673	12,000,000	
AIE NO. B205514	15,000,000	
AIE NO. B207753	15,000,000	
TOTAL	87,000,000.00	170,718,879

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from the Sale of Buildings		-
Receipts from the Sale of Vehicles and Transport Equipment		-
Receipts from the Sale Plant Machinery and Equipment		-
Receipts from the Sale of Office and General Equipment		-
TOTAL	-	-

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3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received		-
Rents		-
Receipts Sale of Tender Documents	11,000	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs		-
Other Receipts Not Classified Elsewhere (specify)	-	-
TOTAL	11,000	-

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,315,940.00	3,186,939
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	-	-
Employer Contributions Compulsory national social security schemes	32,400	-
TOTAL	2,348,340	3,186,939

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	1,679,535	7,719,950
Other committee expenses	1,702,207	2,682,660
TOTAL	3,381,742	10,402,610

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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	108,658	61,884
Communication, supplies and services	118,800	589,830
Domestic travel and subsistence	8,000	641,090
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	37,500	408,000
Hospitality supplies and services	-	417,700
Insurance costs	76,091	-
Specialised materials and services	-	-
Office and general supplies and services	137,710	1,110,130
Fuel , oil & lubricants	406,670.	1,000,000
Other operating expenses	-	-
Bank Charges	147,114	29,498
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	230,418	225,108
Routine maintenance- other assets	-	-
TOTAL	1,270,962	4,483,240

Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to Primary Schools	3,250,000	32,051,747
Transfers to Secondary Schools	5,166,298	59,400,000
Transfers to Tertiary Institutions	8,733,425	2,688,020
TOTAL	17,149,723	94,139,767

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary - Secondary (see attached list)	30,002,427	31,986,804
Bursary -Tertiary (see attached list)	13,977,732	19,811,130
Bursary- Special Schools	677,020	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	1,608,000	1,350,000
Security Projects (see attached list)	520,000	2,800,000
Sports Projects (see attached list)	-	3,805,265
Environment Projects (see attached list)	100,000	1,950,000
Emergency Projects (see attached list)	2,000,000.00	7,050,000
Roads Projects	-	-
TOTAL	48,885,179	68,753,199

Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	792,000.00
Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment		
Purchase of office furniture and and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets		
TOTAL	-	792,000

10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
COC Members allowance	-	-
Other COC expenses	-	-
TOTAL	-	-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic Plan	-	-
ICT Hubs	-	-
		-
TOTAL	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
<i>Family Bank, Eldoret Branch . Ainabkoi NG-CDFA/C no.085000108074</i>	33,551,356	
<i>Equity Bank, Eldoret Branch . Ainabkoi NG-CDFA/C no.0300278493051</i>	-	19,576,304
TOTAL	33,551,356	19,576,304
12B: CASH IN HAND)		
	2022-2023	2021-2022
	Kshs	Kshs
	(30/6/2023)	(30/6/2022)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
TOTAL	-	-

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
				-
TOTAL		-		-

Notes to the Financial Statement Continued

14. Retention and Gratuity

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

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

15. Fund Balance B/F

	(1 st July 2022)	(1 st July 2021)
	Kshs	Kshs
Bank accounts	19,576,304	30,615,180
Cash in hand		
Imprest		
TOTAL	19,576,304	30,615,180

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16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Description of the error	Kshs	Kshs	Kshs
Bank accounts balances	-		-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
Total	-	-	-

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Closing accounts receivable as at 30th June 2022 (D=A+B-C)	-	-
Net changes in accounts receivables D-A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposits and Retention as a t 1st July 2019 (A)		
Deposits and Retention held during the year (B)	-	-
Deposits and Retention paid during the year ©	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-

19.2: Pending Staff Payables (See Annex 2)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NGCDF Staff		1,515,760
Others (specify) GRATUITY		-
		1,515,760

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of employees	814,304	
Use of goods and services	4,005,472	
Amounts due to other Government entities (see attached list)	51,215,700	17,371,998
Amounts due to other grants and other transfers (see attached list)	29,714,796	13,385,185
Acquisition of assets	8,000	8,000
Oversight Committee Expenses	1,313,425	
Others-Strategic Plan	2,000,000	-
Funds pending approval	11,000	
Total	89,082,697	30,765,183

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18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	19,064,443.71	23,305,517

XV. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

Annex 2 - Analysis of Pending Staff Payables

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

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
Compensation of employees		814,304		
Use of goods & services		4,005,472		
Amounts due to other Government entities				
Chepnoet pry	Completion of office		50,000	
Cheplelachbei east sec	Construction of classroom		900,000	
Eldoret border farm pry	Renovation of classroom		840,000	
Kewapmoi pry	Completion of classroom		500,000	
Plateau sec	Renovation of classroom		500,000	
Cheplelachbei east sec	Renovation of classroom		500,000	
Ilula sec	Completion of admin block		580,000	
Chesogor sec	Purchase of school bus		5,400,000	
Kapsoya sec	Fencing		300,000	
Naiberi sec	Completion of office		100,000	
Ngatit sec	Completion of admin block		1,300,000	
Tendwo sec	Completion of admin block	10,000,000	3,386,298	
Ainabkoi kmtc	Completion of admin block	10,000,000	3,015,700	

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Name	Brief Transaction Description	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
Kongasis primary	Completion of admin block	2,500,000		
Moi girls high school	Construction of 10 classrooms	10,000,000		
Kapsundei secondary	Completion of laboratory	1,200,000		
Arnesen's primary school	Renovation of classrooms	5,000,000		
Munyaka primary	Completion of admin block	2,500,000		
Kapsoya primary school	Renovation of classrooms	5,000,000		
Tendwo primary	Completion of admin block	2,000,000		
Ainabkoi kmtc	Completion of admin block	3,015,700		
Sub-Total		51,215,700	17,371,998	
Amounts due to other grants and other transfers				
Bursary-social security	Bursary to needy students	2,783,982	3,079,300	
Emergency	Emergency occurrence	10,292,075	4,655,885	
Kipkorgot social hall	Construction of chiefs office	10,850,000	5,650,000	
Kapsoya administration police line	Completion of police house	535,041		
Ainabkoi tournament	Purchase of sports kits and tournament within the constituency	2,276,849		
Regional tournament	Regional tournament	350,000		

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Name	Brief Transaction Description	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
Chelelek primary school	Construction of pit latrine	506,713		
Chesogor sec	Construction of pit latrine	506,712		
St.mary's koibarak primary	Construction of pit latrine	506,712		
Munyaka primary	Construction of pit latrine	506,712		
Environment- chelelek primary	Construction of pit latrine	600,000		
Sub-Total		29,714,796	13,385,185	
Acquisition of assets				
NG-CDF OFFICE	Office renovation	8,000	8,000	
Oversight Committee Expenses(itemize)				
Oversight Committee	Oversight committee expenses	1,313,425		
Others (specify)				
Strategic plan	Implementation of strategic plan	2,000,000		
Sub-Total		3,313,425	8,000	
Funds pending approval		11,000		
Sub-Total		11,000		
Grand Total		89,082,697	30,765,183	

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) At Year End 2022/2022
Land				
Buildings and structures	6,634,430			6,634,430
Transport equipment	6,161,095			6,161,095
Office equipment, furniture and fittings	391,828			391,828
ICT Equipment, Software and Other ICT Assets	576,745			576,745
Other Machinery and Equipment	3,000			3,000
Heritage and cultural assets				
Intangible assets				
Total	13,767,098			13,767,098

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

Pmc		Bank	Account number	Bank balance 2022/2023	Bank balance 2021/2022
1	Aic Kaptagat Childrens Home Pri.Sc	Sidian	Ac01008030018769	879	2,355
2	Ainabkoi Ng Cdf Sports Pmc	Sidian	A01008030019237	1,941	-
3	Anaibkoi Ng-Cdf Environment Fund	Sidian	A01008030019317	748	-
4	Arangai Primary School	Sidian	Ac01008030018519	672	672
5	Chelugui Primary School	Sidian	Ac01008030015781	1,470	590
6	Chepkongony Primary School	Sidian	Ac01008030017570	113,515	1,944,161
7	Chepkurmum Primary School -Cdf	Sidian	Ac01008030014287	626,020	3,995,292
8	Chesogor Secondary School-Education	Sidian	Ac01008030014104	54,998	164,014
9	Kapkeno Primary Ng Cdf Pmc	Sidian	A01008030019307	175	38,570
10	Kimuruk Primary School - Cdf	Sidian	Ac01008030008961	67,020	2,279
11	Kitoroch Primary School	Sidian	Ac01008030018819	302	50,284
12	Koilel Primary School Ng Cdf Pmc	Sidian	A01008030019267	599	1,900,525
13	Kongasis Primary School Ng Cdf Pmc	Sidian	A01008030019257	138,915	2,225
14	Munyaka Primary School-Ainabkoi Cdf	Sidian	A01008030019227	87,806	3,756,144
15	Naiberi Primary School Ng Cdf Pmc	Sidian	A01008030019287	26,566	1,103,429
16	Rurigi Primary Ng Cdf Pmc Account	Sidian	A01008030019297	39,030	1,132
17	St. Gregory Naiberi Secondary	Sidian	A01008030019277		1,097,714

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Pmc		Bank	Account number	Bank balance 2022/2023	Bank balance 2021/2022
				245,252	
18	Tendwo Primary School	Sidian	01008030017430	554,937	554,937
19	Tingwa Primary School- Cdf	Sidian	01008030008058	1,362	900,999
20	Rotuga Primary School	Sidian	01008030015291		903,053
21	Uhuru P.C.E.A Primary School	Sidian	01008030017710	23,435	23,435
22	Chepkoilel Rcea Pri School	Sidian	01008030017740	590,422	
23	Rurigi Secondary School	Sidian	01008030018599	1,302,876	
24	Ainabkoi Kmtc	Sidian	01008030019837	7,320,000	
25	Ndanai Primary School	Sidian	01008030015089	826,054	
26	Saito Primary School	Sidian	01008030015380	394,704	
27	Illula Intergrated Secondary	Sidian	01008030003226	600,963	
28	Kipkorgot Social Hall	Credit	0091005000011	380,088	
29	Cheplelachbei East Secondary	Kcb	1103414836	960,345	
30	St.Peters Waunifor Secondary	Consolidated	10151203000021		377,132
31	Eldoret School For Hearing Impaired	Consolidated	10151203000026		789,800
32	Kapsunde Sec School	Access	020013000033	201,970	
33	Tendwo Day Secondary School	Cooperative Eldoret	01139182241602	337,932	
34	Drys Farm Primary School	Cooperative Eldoret	01141598818400	531,682	947,488
35	Kewapmoi Primary School	Cooperative Eldoret	01141685263800		182,151

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Pmc	Bank	Account number	Bank balance 2022/2023	Bank balance 2021/2022
			187,201	
36	Kiburur Primary School	Cooperative Eldoret	01141598818000	630
37	Lelek Primary School	Cooperative Eldoret	01141685432600	6,906
				701,916
38	Plateau Primary School	Cooperative Eldoret	01141685912700	37,393
				513
39	Sky Line Primary School	Cooperative Eldoret	01141685657600	95,683
				282,663
40	Chelelek Secondary School	Cooperative Eldoret	01141685575600	3,734
41	Chepngoror Sec School	Cooperative Eldoret	01141685655900	10,708
				10,708
42	Koibarak Secondary School	Cooperative Eldoret	01141685579600	1,559
				95,239
43	Ainabkoi Kmtc	Cooperative Eldoret	01141685525100	1,407,219
				1,720,144
44	Waunifor Primary School	Cooperative Eldoret	01141685956000	1,293
				1,293
45	Kongasis Primary	Cooperative Eldoret	01141686432400	10
46	Kaptagat Chiefs Office	Cooperative Eldoret	01141880449000	373,364
47	Assistant County Commissioner	Cooperative Eldoret	01141958945700	505,955
48	Tinga Primary School	Cooperative Eldoret	01141686503300	998,660
49	Kipkabus Upper Primary School	Cooperative Eldoret	01139441385600	1,455
				1,455
50	Brockley Primary School	Cooperative Eldoret	01141685445700	
				583,593
51	Illula Primary School	Cooperative Eldoret	01141686207400	
				3,740
52	Kiluka Primary School	Cooperative Eldoret	01141685213300	
				34,462
53	Koibarak Primary School	Cooperative Eldoret	01141598778300	
				881,488
54	Olare Primary School	Cooperative Eldoret	01141685481800	
				249,922
	Total			19,064,444
				23,305,517

Annex 6: Progress On Follow Up of Auditor Recommendations

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


Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Unsupported committee Expenses	<ol style="list-style-type: none"> 1. The expenditure exceeded the budget 2. Authority for safari imprest, signed attendance list, minutes of meetings and purpose of meeting were not attached on payment vouchers 	Resolved	
4.13	Cash and cash Equivalent	<ol style="list-style-type: none"> 1. Bank reconciliation statement for 30th June 2022 reflects un-presented cheques amounting to kshs 26,157,948.00 and payment in the bank statement not recorded in the cash book amount of kshs 124,213.65. 2. There were multiple instances where the payee was not recorded in the cash book 	Resolved	
4.17	Budgetary Control and Performance	The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public	Resolved	
4.16	Verification of projects	5 ongoing projects with disbursement of kshs 7,200,000 were ongoing but some were poorly done.	Resolved	
4.4	Un-reconciled Fuel Records	No reconciliation between the suppliers invoices issued by the fuel stations, work ticket and the fuel register were done	Resolved	
4.5	Anomalies in Transfer to Other Government Entities	Approved work plan, procurement plans and expenditure returns and reports from all the forty-nine education institutions to account for	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		the utilizations of kshs 94,139,767 were not provided for review		
4.6	Irregular procurement of Secondary School Buses	The were no documentary evidence to show that three school buses(KDA816P,KDA828P and KDA824P were requested by the schools and procurement procedures were not available for audit	Resolved	
4.7	Delayed Projects	<ol style="list-style-type: none"> 1. Kipkorgot Multipurpose Hall-45% complete 2. Ainabkoi KMTC-55% Complete 3. Kaptagat chiefs office-20% complete 	Resolved	
4.8	Construction of Administration Block and 5 Classrooms-Munyaka Primary School	The following anomalies were note; <ol style="list-style-type: none"> 1. The performance security bond and insurance policy were not availed for audit review 2. No minutes of meeting by PMC approving the extension of contract. 	Resolved	
4.9	Construction of Administration Block – Kongasis Primary School- ksh 1,500,000	<ol style="list-style-type: none"> 1. The work plan submitted by the contractor on 4th July 2022 indicated that the entire construction would be completed in four weeks. The structure in place is approximately 15% 2. The contractor is not on site 	Resolved	
4.10	Award of Bursaries	<ol style="list-style-type: none"> 1. Non submission of acknowledgment letters by schools for kshs 46,526,932. 2. No evidence to show that the sub-committee formed included two co-opted members, one who must be education officer or an officer seconded from Ministry of 	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		Education.		
4.11		NHIF Payment-kshs 6,000,000	Resolved	
4.12	Environment Projects	It was not clear how the supplier was identified competitively as tender and evaluation minutes were not available	Resolved	

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 Name
 Fund Account Manager.