

REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 07 AUG 2024

DAY: Afternoon

TABLED BY: Deputy Leader of Majority Party

CLERK AT THE TABLE: Benson Inzaru



REPORT
OF
THE AUDITOR-GENERAL
ON
NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – TAVETA
CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2023

OFFICE OF THE AUDITOR GENERAL
P.O.Box 95202 MOMBASA
26 MAR 2024
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TAVETA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
ANNUAL REPORT 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)

OFFICE OF THE AUDITOR GENERAL
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Taveta Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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Taveta Constituency

National Government Constituencies Development Fund (NGCDF)

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

I. Acronyms and Abbreviations

NGCDF-National Government Constituencies Development Fund

PFM-Public Finance Management

IPSAS- International Public Sector Accounting Standards.

PMC-Project Management Committee

FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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	Johnson Karanja
2.	Sub-County Accountant	David Munyao
3.	Chairperson NGCDFC	Prudence Mwazighe

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Taveta 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) Taveta Constituency NGCDF Headquarters

P.O. Box 243-80302
Taveta NG-CDF Building/House/Plaza
Next to DCC Offices
Taveta, KENYA

(e) Taveta Constituency NGCDF Contacts

Telephone: (254) 0794 180440
E-mail: cdftaveta@ngcdf.go.ke
Website: www.taveta.go.ke

- 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 regulation 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The Taveta 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)

(f) Taveta Constituency NG-CDF Bankers

Equity Bank, Taveta Branch
Account no. 1420262668499
P.O. Box 305 - 80302
Taveta, 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 Chairperson's Report



Prudence Mwanzighe
Chairperson

On behalf of NGCDFC, I hereby present the financial statements for Taveta Constituency for the financial year ended 30th June 2023.

Summary of the budget performance.

During the year, the Constituency was allocated a total of Ksh. 145,087,603 as normal allocation, Ksh. 2,683,826 as balance from financial year 2021/22 and Ksh. 9,712,002.00 as previous years' outstanding disbursements.

Ksh. 96,712,002 was received from the board during the financial year this being Ksh. 87,000,000 financial year 2022/23 budget and Ksh. 9,712,002.00 as previous years' outstanding disbursements.

On receipt of the above allocations, Taveta National Government Constituency Development Fund Committee (NGCDFC) allocated funds to various projects with reference to the priorities of the public participation meetings held across the constituency and disbursed at total Ksh. 77,163,726.00.

The Committee disbursed a total of Ksh. 29,460,125 as bursary to needy students in secondary schools, Ksh. 10,397,960 for students in tertiary institutions this consisted of students in universities and technical institutions during the financial year.

To ensure focus and expedite development, the committee is in the process of coming up with its Strategic Plan 2022-2027, this is a formalized road map that will spell out where the Constituency is going through project identification, implementation and management taking cognizance of the Bottom-Up Economic Transformation Agenda, the Big Four Agenda, Global Sustainable Development Goals, Kenya Vision 2030, Medium term plan and County Integrated Development Plan. The NGCDFC Committee is convinced that the strategic plan will help the constituency in setting its priorities, focusing energy and resources, strengthening operations and ensuring that the committee, its employees and other stakeholders are working towards a common goal and results. The committee intend to have the strategic plan officially launched by March 2024.

Key achievements for the entity

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The committee implemented the big five projects in terms of high impact and best practice in the financial year 2022/23 included;

1. Construction of an administration block at Jipe primary school. Completion of an administration block at lentile level with walling, roofing, painting & finishes to accommodate head teacher, deputy head teacher, senior teacher, clerk, guiding and counseling room, staff room for 20 teachers and store.
2. Bishop Njenga secondary school-Completion of 112 Boys Dormitory with 12 cubicles at lentil level with walling, roofing, plumbing, painting and finishes
3. Education bursaries Disbursement of bursaries to needy students in secondary and tertiary schools

Challenges

On project implementation, the challenges entailed inadequate record keeping by project management committees, failure by some project management committees to comply with the public procurement procedures and regulations as well as delayed submission of the required returns for funds disbursed. Another notable challenge is the limited numbers of technical officers needed to provide the requisite technical advice in project implementation and management.

To mitigate the above, the committee during the financial year scaled up its capacity building programmes for NGCDF Committee, Project Management Committees and staff on various aspects of the Fund's projects management. These programmes contributed to minimizing the challenges and improving overall performance by Project Management Committees. The NG-CDFC plans to continue with the capacity building as well as monitoring and evaluation programmes during the fiscal year 2023/2024.

I wish to sincerely thank the NGCDF Board, the NGCDF Committee, NG-CDFC staff, Project Management Committees and other stakeholders for the cooperation and support that saw the achievement of the above milestones. Going forward, the Committee envisions to even perform better and attain better assessments in its performance targets for fiscal year 2023/2024.

Pictorial and graphical presentation

Bishop John Njenga secondary school dormitory



Bishop John Njenga secondary school dormitory



Taveta NGCDF Bursary fund



Bursary awareness and launching

STATEMENT OF CASH FLOW



- Receipts from operating activities
- Transfers from NGCDF Board

II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

- FINANCIAL ASSETS
- Cash and Cash Equivalents
- Bank Balances (as per the cash book)

7 TRANSFER TO OTHER GOVERNMENT ENTITIES



- Transfers to Primary Schools
- Transfers to Secondary Schools
- Transfers to Tertiary Institutions

I. STATEMENT OF RECEIPTS AND PAYMENTS



- RECEIPTS
- Transfers from NGCDF Board

TRANSFERS FROM OTHER GOVERNMENT AGENCIES 2022-2023



- AIE NO B105297 • AIE NO: B1055566 • AIE NO: B105938 • AIE NO: B128710
- AIE NO: B163872 • AIE NO: B154217 • AIE NO: B154438 • AIE NO: B154492
- B185265 • B206274 • B205610 • B205905
- B207689 • B207925 • B214548

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 *Taveta Constituency 2018-2022* plan are to:

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	1. Increase access to education at primary and secondary school levels 2. Provide access to medical, health and technical training courses to secondary school graduates	Increased enrolment in primary schools and 100% transition to secondary schools and tertiary institutions Funding completion of KMTC Taveta Campus.	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In the FY 2022/2023 -we completed one (1) dormitory, We also completed one administration block and purchased a constituency printing press to be used by all schools To assist in achieving 99% transition from primary to secondary school. -in total 8,850 Bursary beneficiaries at all levels were funded including 100 students fully funded
Security	1. Enhanced security and peaceful coexistence in the	Increased and effective service delivery	Number of chief offices and police offices constructed	In the FY 2022/2023 we planned completion of security projects

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OTHER GRANTS AND OTHER PAYMENTS 2022-2023	
	
• Bursary - Secondary (see attached list)	Bursary -Tertiary (see attached list)
• Bursary- Special Schools	Mocks & CAT (see attached list)
• Social Security programmes (NHIF)	• Security Projects (see attached list)
• Sports Projects (see attached list)	• Environment Projects (see attached list)
• Emergency Projects (see attached list)	• Roads Projects
• TOTAL	

M. Prudence

.....
Prudence Mwazighe
CHAIRPERSON NGCDF COMMITTEE

Taveta Constituency

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	constituency			
Environment	1.Promotion of environmental conservation initiatives	Installation of water tank and gutters for harvesting water in two primary schools and fencing of one secondary school to improve security and water availability	Improved security and water availability	In the FY 2022/2023 we allocated funds for Environment projects
Sports	Promotion of sports and cultural activities	Increased participation in sports and cultural activities	Number of sport teams supported	In the FY 2022/2023 we allocated funds for sports
Disaster Management	Promotion of disaster mitigation strategies	Increased awareness of disaster preparedness measures	Number of public awareness meetings and training conducted	In the FY 2022/2023 we conducted 5 ward meetings where members of the public were sensitized on disaster mitigation measures focusing on floods, drought, fire and earthquakes We conducted 1 training for NG-CDFC and NG-CDFC staff on disaster management, fire drill was conducted by the deputy Sub County Commander
Youth Empowerment	Creation of employment activities for the youth	Establishment of constituency innovation hubs	Number of ICT hubs established	In the FY 2022/2023 we partnered with Ajira programme to offer ICT programmes and also allocated funds for sports tournament

V. Statement of Governance

Appointment of the NGCDF committee

Taveta NGCDF committee was gazetted in The Kenya Gazette Vol. CXXIV-NO.276 on 16th December 2022. This was after shortlisted candidates were vetted and cleared by the necessary government bodies on ethics and conduct, tax obligation among others.

Section 43 (2) of the NGCDF Act, 2015 requires that the Constituency Committee shall comprise of:

- i. The national government official responsible for coordination of national government functions;
- ii. Two (2) men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- iii. Two (2) women nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
- iv. One (1) person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3)
- v. Two (2) persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act
- vi. The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex official member without a vote; and
- vii. One (1) member co-opted by the Board in accordance with Regulations made by the Board.

The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by regulations, prescribe.

The first meeting of the Constituency Committee shall be convened within sixty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency, on such day as may be designated by the Cabinet Secretary. The quorum of the Constituency Committee shall be one half of the total membership.

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.

Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of thirty days.

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

- i. lack of integrity
- ii. gross misconduct;

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- iii. embezzlement of public funds
- iv. bringing the committee into disrepute through unbecoming personal public conduct
- v. promoting unethical practices
- vi. causing disharmony within the committee
- vii. physical or mental infirmity.

Removal of a member

A decision to remove a member shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made.

On receiving a petition under subsection (1), the Board may suspend the Constituency Committee pending the outcome of the complaint.

Functions of the committee

- Ensure compliance to good governance practices and adherence to Chapter 6 of the Constitution of Kenya;
- Complying with the NG-CDF Act, 2015, guidelines and other laws governing NG-CDF;
- Put in place measures aimed at ensuring that funds allocated to the constituency are efficiently used;
- Build capacity of NG-CDFC, staff and the Project management committees (PMCs) to enable them perform their duties effectively;
- Allocate adequate funds to projects to ensure projects are done to completion;
- Ensure community participation in project identification, implementation, closure and sustainability;
- Ensure that they do not enter any commitment for which the funding has not been allocated;
- Ensure that all projects that are approved for funding meet the requirement of sec.24 of the NG-CDF Act;
- Ensure that the projects submitted to the Board fall within the function of National Government under the constitution; and
- Ensure that all projects are labelled in accordance with the guideline issued by the Board.

The committee aside funds for training and capacity building of the NGCDF committee, PMCs and staff. The training is carried out on annual basis.

The NGCDF committee recognize the need for adequate and reasonable managerial and operational autonomy to facilitate achievement by the NG-CDFC initiatives and the management of the Constituency Fund. The committee enhances transparency in the management of public resources and accountability for results in line with the law.

VI. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Taveta 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; NG-CDF 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 21/22 has been a challenging year with limited funding towards these activities which may ~~hamper the success~~ of priority strategies undertaken.

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. Taveta constituency recruitment is guided by Employment Act, NG-CDF 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. Taveta 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-

Taveta NG-CDF 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.

NG-CDF 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-

Taveta NG-CDF 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.

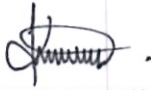
Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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.

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



.....
Johnson Karanja
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 NG-CDF-Taveta 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 NG-CDF-Taveta 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 Taveta *constituency*'s financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer in charge of the NG-CDF- Taveta Constituency further confirms the completeness of the accounting records maintained for the Taveta *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.

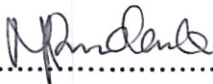
The Accounting Officer in charge of the NG-CDF Taveta Constituency confirms that the Taveta *constituency* has complied fully with applicable Government Regulations and the terms of external

***Taveta Constituency
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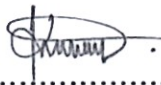
financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the Taveta *constituency's* financial statements have 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 NG-CDF-Taveta Constituency financial statements were approved and signed by the Accounting Officer on 24/3/ 2024.



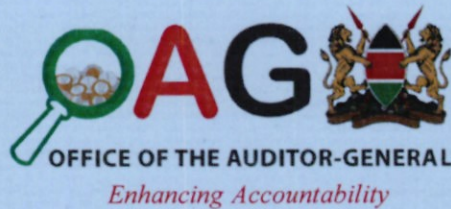
.....
Name: Prudence Mwazighe
Chairperson – NGCDF Committee



.....
Name: Johnson Karanja
Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - TAVETA 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, risk management environment and 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-Taveta Constituency set out on pages 1 to 33, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended and a summary of significant accounting policies

Report of the Auditor-General on National Government Constituencies Development Fund - Taveta Constituency for the year ended 30 June, 2023

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-Taveta Constituency as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unexplained Prior Year Adjustments

The statements of assets and liabilities reflects net financial position balance of Kshs.23,057,788 which includes an unsupported prior year adjustments balance of Kshs.686,485.

In the circumstances, accuracy and completeness the prior year adjustments balance of Kshs.686,485 could not be confirmed.

2. Unsupported Project Management Committee Balances

Note 19.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) accounts balance totalling Kshs.870,853. However, cash books bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.870,853 could not be confirmed.

3. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount of Kshs.40,338,252 which as disclosed in Note 8 to the financial statements includes, bursary payments amounting to Kshs.29,460,125, Kshs.10,397,960 and Kshs.480,167 disbursed to secondary schools, tertiary institutions and special schools respectively. However, no acknowledgement letters from the beneficiary institutions were provided for audit.

In the circumstances, the accuracy and completeness of bursary payments totalling Kshs.42,286,340 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual amounts on comparable basis of Kshs.210,532,030 and Kshs.99,446,429 respectively, resulting to an under-funding of Kshs.111,085,601 or 39% of the budget. However, the Fund spent Kshs.77,163,726 against actual receipts of Kshs.99,446,429, resulting to an under-utilization of Kshs.22,282,703 or 22% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, 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 Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

Long Outstanding Imprests

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects outstanding imprest of Kshs.88,600 which has been outstanding since the financial year 2008/2009. No recovery was made during the year under review, contrary to Regulation 93 of the Public Finance Management (National Government) Regulations, 2015 which require that in the event of the imprest holder failing to account for or surrender the imprest on the due date, the Accounting Officer shall take immediate action to recover the full amount from the salary of the defaulting officer with an interest at the prevailing Central Bank rate.

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

The audit was conducted in accordance with the 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 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with the 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 such 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 ability of the Fund 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 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 describes 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 the 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 transaction and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in and 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 controls 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 one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error of 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 controls 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 controls, 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 or material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in 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 controls 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

19 June, 2024

*Taveta 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
RECEIPTS			
Transfers from NGCDF Board	1	96,712,002	146,467,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	139,201	131,000
TOTAL RECEIPTS		96,851,203	146,598,758
PAYMENTS			
Compensation of employees	4	6,246,220	6,379,112
Committee expenses	5	3,556,600	3,520,000
Use of goods and services	6	3,110,877	3,243,386
Transfers to Other Government Units	7	23,018,985	80,080,000
Other grants and transfers	8	40,338,252	65,769,628
Acquisition of Assets	9	892,792	-
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		77,163,726	158,992,126
SURPLUS/(DEFICIT)		19,687,477	(12,393,368)

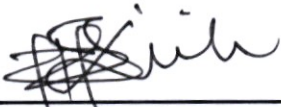
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NG-CDFC on 24/3/ 2024 and signed by:



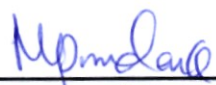
Fund Account Manager

Name: Johnson Karanja



National Sub-County Accountant

Name: David Munyao
ICPAK M/No: 27557



Chairperson NG-CDF Committee

Name: Prudence Mwazighe

Taveta 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	RESTATED Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	22,969,188	2,595,226
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents			2,595,226
Accounts Receivable			
Outstanding Imprests	13	88,600	88,600
TOTAL FINANCIAL ASSETS		23,057,788	2,683,826
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		23,057,788	2,683,826
Represented By:			
Fund balance b/fwd 1st July...	15	2,683,826	15,077,194
Prior year adjustments	16	686,485	-
Surplus/Deficit for the year		19,687,477	(12,393,368)
NET FINANCIAL POSITION		23,057,788	2,683,826

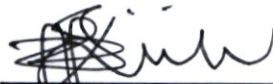
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG-CDFC on 24/3/ 2024 and signed by:



Fund Account Manager

Name: Johnson Karanja



National Sub-County Accountant

Name: David Munyao
 ICPAK M/No: 27557



Chairperson NG-CDF Committee

Name: Prudence Mwazighe

Taveta Constituency
National Government Constituencies Development Fund (NGCDF)
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XI. Statement of Cash Flows for The Year Ended 30th June 2023

		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	96,712,002	146,467,758
Other Receipts	3	139,201	131,000
		96,851,203	146,598,758
Payments for operating activities			
Compensation of Employees	4	6,246,220	6,379,112
Committee expenses	5	3,556,600	3,520,000
Use of goods and services	6	3,110,877	3,243,386
Transfers to Other Government Units	7	23,018,985	80,080,000
Other grants and transfers	8	40,338,252	65,769,628
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		76,270,934	158,992,126
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	686,485	-
Net cash flow from operating activities		21,266,754	(12,393,368)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(892,792)	-
Net cash flows from Investing Activities		(892,792)	-
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	12	2,595,226	14,988,594
Cash and cash equivalent at END of the year		22,969,188	2,595,226

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 24/3/ 2024 and

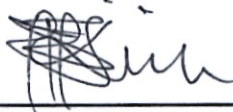
*Taveta Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Signed by:



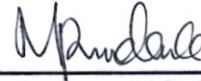
Fund Account Manager

Name: Johnson Karanja



**National Sub-County
Accountant**

Name: David Munyao
ICPAK M/No: 27557



**Chairperson NG-CDF
Committee**

Name: Prudence Mwazighe

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

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	145,087,603	2,595,226	62,710,000	210,392,829	99,307,228	111,085,601	47%
Proceeds from Sale of Assets	-	-	-	-	-	-	0%
Other Receipts	-	139,201	-	139,201	139,201	-	100%
TOTAL RECEIPTS	145,087,603	2,734,427	62,710,000	210,532,030	99,446,429	111,085,601	61%
PAYMENTS							
Compensation of Employees	6,730,477	398,110	-	7,128,587	6,246,220	882,367	88%
Committee expenses	2,256,000	1,300,600	-	3,556,600	3,556,600	-	100%
Use of goods and services	4,071,407	145,114	-	4,216,521	3,110,877	1,105,644	74%
Transfers to Other Government Units	66,198,985	-	60,000,000	126,198,985	23,018,985	103,180,000	18%
Other grants and transfers	61,026,096	-	2,710,000	63,736,096	40,338,252	23,397,844	63%
Acquisition of Assets	892,792	-	-	892,792	892,792	-	100%
Oversight Committee Expenses	411,846	-	-	411,846	-	411,846	0%
Other Payments	3,500,000	751,402	-	4,251,402	-	4,251,402	0%
Unutilized AIA	-	139,201	-	139,201	-	139,201	0%
TOTAL	145,087,603	2,734,427	62,710,000	210,532,030	77,163,726	133,368,304	37%

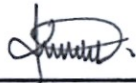
- a) The significant underutilization was because of untimely disbursement of funds from the Board as at 30 June 2023 totalling to Kshs. 111,085,601.
- b) The changes between the original budget and the final budget is because of Previous Years' Outstanding disbursements (FY 2021/22) of Kshs. 62,710,000 and the opening balance of Kshs. 2,595,226.

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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities

Description	Amount
Budget utilisation difference totals	133,368,304
Less undisbursed funds receivable from the Board as at 30 June 2023	111,085,601
	22,282,703
Add Accounts payable	-
Less Accounts Receivable	-
Add/(Less) Prior Year Adjustments	686,485
Cash and Cash Equivalents as at 30 June 2023	22,969,188

The Constituency financial statements were approved by NG CDFC on 24/3/ 2024 and signed by:



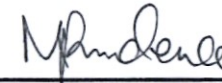
Fund Account Manager

Name: Johnson Karanja



National Sub-County Accountant

Name: David Munyai
ICPAK M/No: 27557



Chairperson NG-CDF Committee

Name: Prudence Mwazighe

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference = c-d)	% of Utilisation (f=d/c %)
	2022/2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022/2023	2022/2023	2022/23	2022/23
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	6,730,477.00	398,110.00		7,128,587.00	6,246,220.00	882,367.00	88%
1.2 Committee allowances	2,256,000.00	1,300,600.00		3,556,600.00	3,556,600.00	-	100%
1.3 Use of goods and services	4,071,407.00	145,114.00		4,216,521.00	3,110,877.00	1,105,644.00	74%
Total	13,057,884.00	1,843,824.00		14,901,708.00	12,913,697.00	1,988,011.00	87%
2.0 Monitoring and evaluation							
2.1 Capacity building	-	-	-	-	-	-	-
2.2 Committee allowances	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
3.0 Emergency							
Total	7,636,190.00	-	-	7,636,190.00	-	7,636,190.00	0%
4.0 Bursary and Social Security							
4.1 Secondary Schools	32,000,000.00	-	-	32,000,000.00	29,460,125.00	2,539,875.00	92%
4.2 Tertiary Institutions	15,000,000.00	-	-	15,000,000.00	10,397,960.00	4,602,040.00	69%
4.3 Social Security	-	-	-	-	-	-	0%
4.4 Special Needs	3,000,000.00	-	-	3,000,000.00	480,167.00	2,519,833.00	16%
Total	50,000,000.00	-	-	50,000,000.00	40,338,252.00	9,661,748.00	81%
5.0 Sports	2,489,906.00			2,489,906.00	-	2,489,906.00	0%
Total	2,489,906.00			2,489,906.00	-	2,489,906.00	0%
6.0 Environment							
Riata Primary School	300,000.00			300,000.00	-	300,000.00	0%
Kasaani Primary School	300,000.00			300,000.00	-	300,000.00	0%
Machungwani Primary School	300,000.00			300,000.00	-	300,000.00	0%
Total	900,000.00	-	-	900,000.00	-	900,000.00	0%

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference = c-d)	% of Utilisation (f=d/c %)
	2022/2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022/2023	2022/2023	2022/23	2022/23
	Kshs		Kshs	Kshs	Kshs	Kshs	
7.0 Primary Schools Projects							
Jipe Primary School	4,497,170.00			4,497,170.00	4,497,170.00	-	100%
Sowene Primary School	4,497,000.00			4,497,000.00	4,497,000.00	-	100%
Mokine Primary School	5,480,000.00			5,480,000.00		5,480,000.00	0%
Riata Primary School	2,740,000.00			2,740,000.00		2,740,000.00	0%
Lotima Primary School	2,740,000.00			2,740,000.00		2,740,000.00	0%
Grigan Primary School	2,740,000.00			2,740,000.00		2,740,000.00	0%
Kidong'u Primary School	2,740,000.00			2,740,000.00		2,740,000.00	0%
Machungwani Primary School	2,740,000.00			2,740,000.00		2,740,000.00	0%
Kasaani Primary School	2,740,000.00			2,740,000.00		2,740,000.00	0%
Timbila Special Unit	1,000,000.00			1,000,000.00	1,000,000.00	-	100%
Taveta Special School	1,000,000.00			1,000,000.00	1,000,000.00	-	100%
Taveta Primary School	2,000,000.00			2,000,000.00	2,000,000.00	-	100%
Total	34,914,170.00	-	-	34,914,170.00	12,994,170.00	21,920,000	37%
8.0 Secondary Schools Projects						-	
Bishop John Njenga Secondary School	5,499,280.00			5,499,280.00	5,499,280.00	-	100%
Ngutini Secondary School	2,000,000.00			2,000,000.00	2,000,000.00	-	100%
Kimala Secondary School	10,280,000.00			10,280,000.00		10,280,000.00	0%
Lessesia Secondary School	10,280,000.00			10,280,000.00		10,280,000.00	0%
Kiwala Secondary School	700,000.00			700,000.00		700,000.00	0%
Total	28,759,280.00	-	-	28,759,280.00	7,499,280.00	21,260,000	26%
9.0 Tertiary institutions Projects						-	
TAVETA SUB-COUNTY	2,525,535.00	-	-	2,525,535.00	2,525,535.00	-	100%

*Taveta Constituency
National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference = c-d)	% of Utilisation (f=d/c %)
	2022/2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022/2023	2022/2023	2022/23	2022/23
	Kshs		Kshs	Kshs	Kshs	Kshs	
EDUCATION OFFICE							
KMTC Campus	-	-	60,000,000.00	60,000,000.00	-	60,000,000.00	0%
Total	2,525,535.00		60,000,000.00	62,525,535.00	2,525,535.00	60,000,000.00	4%
10.0 Security Projects				-			
Kimala Social Hall at the Chiefs Office	-	-	2,710,000.00	2,710,000.00	-	2,710,000.00	0%
Total	-	-	2,710,000.00	2,710,000.00		2,710,000.00	0%
11.0 Acquisition of assets				-		-	
NGCDF OFFICE - Printer	892,792.00			892,792.00	892,792.00	-	100%
Total	892,792.00		-	892,792.00	892,792.00	-	100%
12.0 Oversight Committee Expenses (itemize)				-		-	
Accommodation allowance	80,000.00			80,000.00		80,000.00	0%
Accommodation & Domestic traveling allowance	128,000.00		-	128,000.00		128,000.00	0%
Daily Subsistence Allowance	160,000.00		-	160,000.00		160,000.00	0%
Other committee expenses	11,846.00		-	11,846.00		11,846.00	0%
Travel Allowance of COC	32,000.00		-	32,000.00		32,000.00	0%
Total	411,846.00		-	411,846.00		411,846.00	0%
13.0 Other payments				-		-	
Strategic plan	3,500,000.00	751,402.00	-	4,251,402.00		4,251,402.00	0%
Total	3,500,000.00	751,402.00		4,251,402.00		4,251,402.00	0%
14.0 unallocated fund							
Unapproved projects	-	-	-	-		-	
AIA	-	139,201.00	-	139,201.00		139,201.00	0%
PMC savings	-	-	-	-		-	

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference = c-d)	% of Utilisation (f=d/c %)
	2022/2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022/2023	2022/2023	2022/23	2022/23
	Kshs		Kshs	Kshs	Kshs	Kshs	
Total	-	139,201.00	-	139,201.00	-	139,201.00	0%
Total Budget	145,087,603	2,734,427	62,710,000	210,532,030	77,163,726	133,368,304	37%

XIV. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Taveta 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

Significant Accounting Policies continued

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

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

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.

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.

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
	Kshs	Kshs
NGCDF Board		
AIE NO: B105297		9,378,879
AIE NO: B1055566		44,000,000
AIE NO: B105938		22,000,000
AIE NO: B128710		5,000,000
AIE NO: B163872		12,000,000
AIE NO: B154217		15,000,000
AIE NO: B154438		18,000,000
AIE NO: B154492		21,088,879
AIE NO: B185265	7,000,000	
AIE NO: B206274	26,000,000	
AIE NO: B205610	12,000,000	
AIE NO: B205905	12,000,000	
AIE NO: B207689	15,000,000	
AIE NO: B207925	15,000,000	
AIE NO: B214548	9,712,002	
TOTAL	96,712,002	146,467,758

2. Proceeds From Sale of Assets

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

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Notes to the Financial Statements (Continued)

3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	86,000	131,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	53,201	-
Total	139,201	131,000

4. Compensation of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,071,000	3,896,236
Temporary/Casual Employees	1,051,560	245,860
Personal allowances paid as part of salary	-	-
House Allowance	317,000	448,000
Transport Allowance	138,000	218,000
Medical Allowance	138,000	226,700
Leave allowance	30,000	60,000
Gratuity to contractual employees	1,422,900	930,000
Employer Contributions Compulsory national social security schemes	77,760	354,316
Total	6,246,220	6,379,112

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	1,797,200	3,520,000
Other committee expenses	1,759,400	-
Total	3,556,600	3,520,000

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Notes to the Financial Statements (Continued)

6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	202,107	179,054
Communication, supplies and services	23,192	59,809
Domestic travel and subsistence	1,054,200	630,900
Printing, advertising and information supplies & services	-	2,600
Rentals of produced assets	-	-
Training expenses	560,000	200,000
Hospitality supplies and services	-	105,384
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	266,600	778,741
Fuel , oil & lubricants	100,000	362,400
Other operating expenses	531,600	90,000
Bank Charges	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	373,178	374,498
Routine maintenance- other assets	-	460,000
Total	3,110,877	3,243,386

7. Transfer to Other Government Units

Description	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Transfers To Primary Schools	12,994,170	37,490,000
Transfers To Secondary Schools	7,499,280	39,590,000
Transfers to Tertiary Institutions	-	3,000,000
Transfers To Other Institutions (Taveta Sub-County Education Office)	2,525,535	-
Total	23,018,985	80,080,000

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Notes to the Financial Statements (Continued)

8. Other Grants and Other transfers

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Bursary – secondary schools	29,460,125	24,000,000
Bursary – tertiary institutions	10,397,960	6,104,000
Bursary – special schools	480,167	0
Mock & CAT	-	6,295,798
Social Security programmes (NHIF)	-	0
Security projects	-	15,600,000
Sports projects	-	4,999,280
Environment projects	-	2,700,000
Emergency projects	-	6,070,550
Roads projects	-	0
Total	40,338,252	65,769,628

9. Acquisition of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	892,792	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	892,792	-

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Notes to the Financial Statements (Continued)

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	<i>Kshs</i>	<i>Kshs</i>
COC Members allowance	-	-
Other COC expenses	-	-
	-	-

11. Other Payments

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

12. Cash Book Bank Balance

<i>Name Of Bank, Account No. & Currency</i>	<i>2022-2023</i>	<i>2021-2022</i>
	<i>Kshs</i>	<i>Kshs</i>
12A: Bank Accounts (Cash Book Bank Balance)		
<i>EQUITY BANK. Taveta Branch NO.1420262668499</i>	22,969,188	2,595,226
Total	22,969,188	2,595,226
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations	-	-
Total	-	-

13. Outstanding Imprests

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>FRANCIS KIMOTHO</i>	25/09/2009	88,600	-	88,600
Total		88,600	-	88,600

Notes to the Financial Statement Continued

14. Retention and Gratuity

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

14 B. Gratuity	<i>2022-2023</i>	<i>2021-2022</i>
	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

	<i>(1st July 2022)</i>	<i>(1st July 2021)</i>
	Kshs	Kshs
Bank accounts	2,595,226	14,988,594
Adjustment for Errors	-	-
Cash in hand	-	-
Imprest	88,600	88,600
Total	2,683,826	15,077,194
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	-	-

Note: Fund Balance B/Fwd on 1 July 2021 has been restated due to an incorrect recognition of outstanding imprest of Kshs. 88,600 in 2020/21 whereby it was expensed. The expensing was incorrect as the fund had decided to write off the outstanding imprest as it was not recoverable.

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16. Prior Year Adjustments

	Balance b/f FY 2021/2022 as per Audited Financial statements	Adjustments	Adjusted Balance b/f FY 2022/23
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	686,485	686,485
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others	-	-	-
Total	-	686,485	686,485

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

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	88,600	88,600
Imprest issued during the year (B)	33,556,600	2,956,600
Imprest surrendered during the Year (C)	33,556,600	2,956,600
closing accounts in account receivables D= A+B-C	88,600	88,600
Net changes in accounts Receivables D – A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

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

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

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

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	882,367	320,679
Committee expense	0	0
Use of goods and services	1,105,644	488,959
Amounts due to other Government entities (see attached list)	103,180,000	60,000,000
Amounts due to other grants and other transfers (see attached list)	23,397,844	4,022,579
Acquisition of assets	-	10
Oversight Committee Expenses	411,846	0
Other Payments (<i>specify</i>)	4,251,402	0
Unallocated amount	139,201	473,000
Total	133,368,304	65,305,227

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19.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
PMC account balances (see attached list)	870,853	45,943,667
Total	870,853	45,943,667

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

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

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Annex 3 – Unutilized Fund

Name	Outstanding Balance	Outstanding Balance
	2022/2023	2021/2022
1.0 Administration and Recurrent		
1.1 Compensation of employees	882,367	320,679
1.2 Committee allowances	-	-
1.3 Use of goods and services	407,471	488,959
Total	1,289,838	809,638
2.0 Monitoring and evaluation	-	
2.1 Capacity building	-	-
2.2 Committee allowances	-	-
2.3 Use of goods and services	698,173	-
Total	698,173	-
3.0 Emergency		
3.1 Unutilised	7,636,190	
Total	7,636,190	1,121,657
4.0 Bursary and Social Security		
4.1 Secondary Schools	2,539,875	
4.2 Tertiary Institutions	4,602,040	186,000
4.4 Special Needs	2,519,833	4,202
Total	9,661,748	190,202
5.0 Sports	2,489,906	720
Total	2,489,906	720
6.0 Environment		
Riata Primary School	300,000	
Kasaani Primary School	300,000	
Machungwani Primary School	300,000	
Total	900,000	-
7.0 Primary Schools Projects		
Mokine Primary School	5,480,000	
Riata Primary School	2,740,000	
Lotima Primary School	2,740,000	
Grigan Primary School	2,740,000	
Kidong'u Primary School	2,740,000	

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Name	Outstanding Balance	
	2022/2023	2021/2022
Machungwani Primary School	2,740,000	
Kasaani Primary School	2,740,000	
Total	21,920,000	-
8.0 Secondary Schools Projects		
Kimala Secondary School	10,280,000	
Lessesia Secondary School	10,280,000	
Kiwala Secondary School	700,000	
Total	21,260,000	-
9.0 Tertiary institutions Projects		
KMTC	60,000,000	60,000,000
Total	60,000,000	60,000,000
10.0 Security Projects		
Kimala Social Hall and Chiefs Office	2,710,000	2,710,000
Total	2,710,000	2,710,000
11.0 Acquisition of assets		
NGCDF OFFICE - Printer	-	10
	-	-
12.0 Oversight Committee Expenses (itemize)		
Accommodation allowance	80,000	
Accommodation & Domestic traveling allowance	128,000	-
Daily Subsistence Allowance	160,000	-
Other committee expenses	11,846	-
Travel Allowance of COC	32,000	-
Total	411,846	-
13.0 Other payments		
Strategic plan	4,251,402	-
Total	4,251,402	-
14.0 unallocated fund		
AIA	86,000	473,000
PMC savings	53,201	
Total	139,201	473,000
Grand Total	133,368,304	65,305,227

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f-1 July 2022 (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At 30 June 2023
Land				
Buildings and structures	14,500,000			14,500,000
Transport equipment	3,300,000			3,300,000
Office equipment, furniture and fittings	1,476,416			1,476,416
ICT Equipment, Software and Other ICT Assets	1,006,080	892,792.00		1,898,872
Other Machinery and Equipment	12,020,600			12,020,600
Heritage and cultural assets				
Intangible assets				
Total	32,303,096	892,792		33,195,888

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

PMC	Bank	Account number	Bank Balance	Bank Balance
			2022/2023	2021/2022
Grigan primary school project	EQUITY	1420277747318	11,700	1,328,990.00
Kitobo secondary school project	EQUITY	1420277269247	1,640	1,640.00
Kiwalwa secondary school project	EQUITY	1420277579900	47,134	2,713,900
KMTC-Taveta project	EQUITY	1420263406530	1,111	1,111
Lotima primary school project	EQUITY	1420266636831	1,369	1,369
Machungwani primary school project	EQUITY	1420266785509	4,192	1,352,395
Mahandakini secondary school	EQUITY	1420271104238	0	2,429,584
Mahoo Girls secondary school project	EQUITY	1420277750176	3,871	3,871
Njoro secondary school project	EQUITY	1420264568698	1,774	1,774
Sowene secondary school project	EQUITY	1420277597975	5,045	2,404,816
Taveta primary school project	EQUITY	1420277621406	7,139	7,139
Bishop Njenga secondary school project	EQUITY	1420268218298	1,243	4,000,964
Timbila high school	EQUITY	1420178878677	12,974	4,010,884
Timbila Primary school	EQUITY	1420178861151	120	120
Taveta Sport Project	EQUITY	1420172063458	3,320	3,320
Eldoro chiefs office project	EQUITY	1420277603487	1,520	1,520
Mahoo chiefs office project	EQUITY	1420277637072	1,753	175
Jipe Divisional headquarters	EQUITY	1420272268008	31,135	31,135
Jipe primary school project	EQUITY	1420266493700	3,344	2,001,815
Kiwalwa primary school project	EQUITY	1420277579904	465	465
Mahandakini primary school project	EQUITY	1420277269247	1,640	1,640
Njoro Springs primary school project	EQUITY	1420178675965	580	580
Orkungú primary school project	EQUITY	1420277628403	1,248	29,893
Riata primary school project	EQUITY	1420178770328	1,181	1,181
Salaita primary school project	EQUITY	1420272874761	298	109,898
Mahoo primary school project	EQUITY	1420265068081	1,335	1,335
Mahoo primary school project	EQUITY	1420263829981	13,117	13,117
Lumi Secondary School Project	EQUITY	1420179831662	98	98
Taveta Deputy County Commissioner Project	EQUITY	1420179831662	5,608	5,608
Taveta Sub-County Police Headquarters Project	EQUITY	1420179884929	18,610	240,585
Nakruto chiefs office project	EQUITY	1420179792562	280	280
Timbila chiefs office project	EQUITY	1420179788497	814	200,554
Mboghoni chiefs office project	EQUITY	1420179783250	5,050	5,050

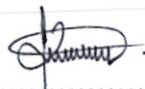
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PMC	Bank	Account number	Bank Balance	Bank Balance
			2022/2023	2021/2022
Mata chiefs office project	EQUITY	1420179822660	1,520	1,520
Taveta Prisons project	EQUITY	1420179817552	580	580
Njoro Mata pre-school project	EQUITY	1420178675965	2,119	3,001,640
Chala Secondary School project	EQUITY	1420179725382	462	307,972
Patani Hill primary school project	EQUITY	1420179902744	710	95,925
Abori primary school project	EQUITY	1420179883531	124,735	3,545,506
Msheghesheni primary school project	EQUITY	1420271322534	7,830	2,406,600
Njukini secondary school project	EQUITY	1420178587442	207,210	550,563
Malukiloriti secondary school project	EQUITY	1420178581390	8,782	125,730
St. Norbert Tangini primary school project	EQUITY	1420268539350	1,400	2,000,840
Ngutini secondary school project	EQUITY	1420276831006	23,534	116,263
Ulawani primary school project	EQUITY	1420263454943	18,052	1,635,233
Khadija muna primary school project	EQUITY	1420178869450	5,715	325,101
Chala primary school project	EQUITY	1420277308530	700	800,140
Chokaa primary school project	EQUITY	1420179793854	84	84
Njukini Primary School Project	EQUITY	1420180785201	2,347	212,058
Rekeke Primary School Project	EQUITY	1420180780949	2,840	2,840
St. Patrick Kimala Primary School Project	EQUITY	1420264142323	180	180
Mata Primary School Project	EQUITY	1420180889684	270	270
Kimorigo assistant chief's office project.	EQUITY	1420180531022	-	-
Taveta Technical /Vocational college project	EQUITY	1420180584769	3,169	2,001,040
Kitoghoto primary school project	EQUITY	1420180752658	5,961	120,326
Lessesia primary school	EQUITY	1420168504555	591	1,200,000
Mrabani Primary school project	EQUITY	1420182466013	236	191,836
Madarasani primary school project	EQUITY	1420281286581	128,235	396,212
Lumi chiefs office project	EQUITY	1420181254894	1,131	1,131
Njukini chiefs office project	EQUITY	1420181288501	1,619	2,000,000
Ngaringashi chiefs office project	EQUITY	1420182725743	2,009	-
Sir Ramson primary school project	EQUITY	1420182761524	1,400	2,000,840
Ngutini secondary school project	EQUITY	1420276831006	-	125,730
ST. Norberts primary school project	EQUITY	1420268539350	8,782	1,201,334
Kidong'u primary school project	EQUITY	1420264463392	117745.9	2,000,000
Sowene primary school	EQUITY	1420182729966	200	1,328,990.00
Total			870,853	45,943,667

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)
OAG/CR/AUD/8/2/2021/2022(21)	Bank balance-unreversed stale cheques	Stale cheques reversed and paid	Resolved	June 2023
OAG/CR/AUD/8/2/2021/2022(21)	Lack of ownership of assets	Management following up with NTSA	Resolved	June 2023
OAG/CR/AUD/8/2/2021/2022(21)	Delayed implementation of projects	Resolved, project resubmission done	Resolved	June 2023



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Johnson Karanja
Fund Account Manager.