

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

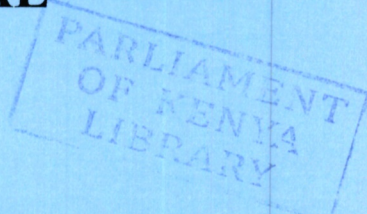


THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 31 JUL 2019	DAY: Wednesday
TABLED BY: Hon. Benjamin Wadhvani (Majority Whip)	OF: Halima Ahmed

REPORT

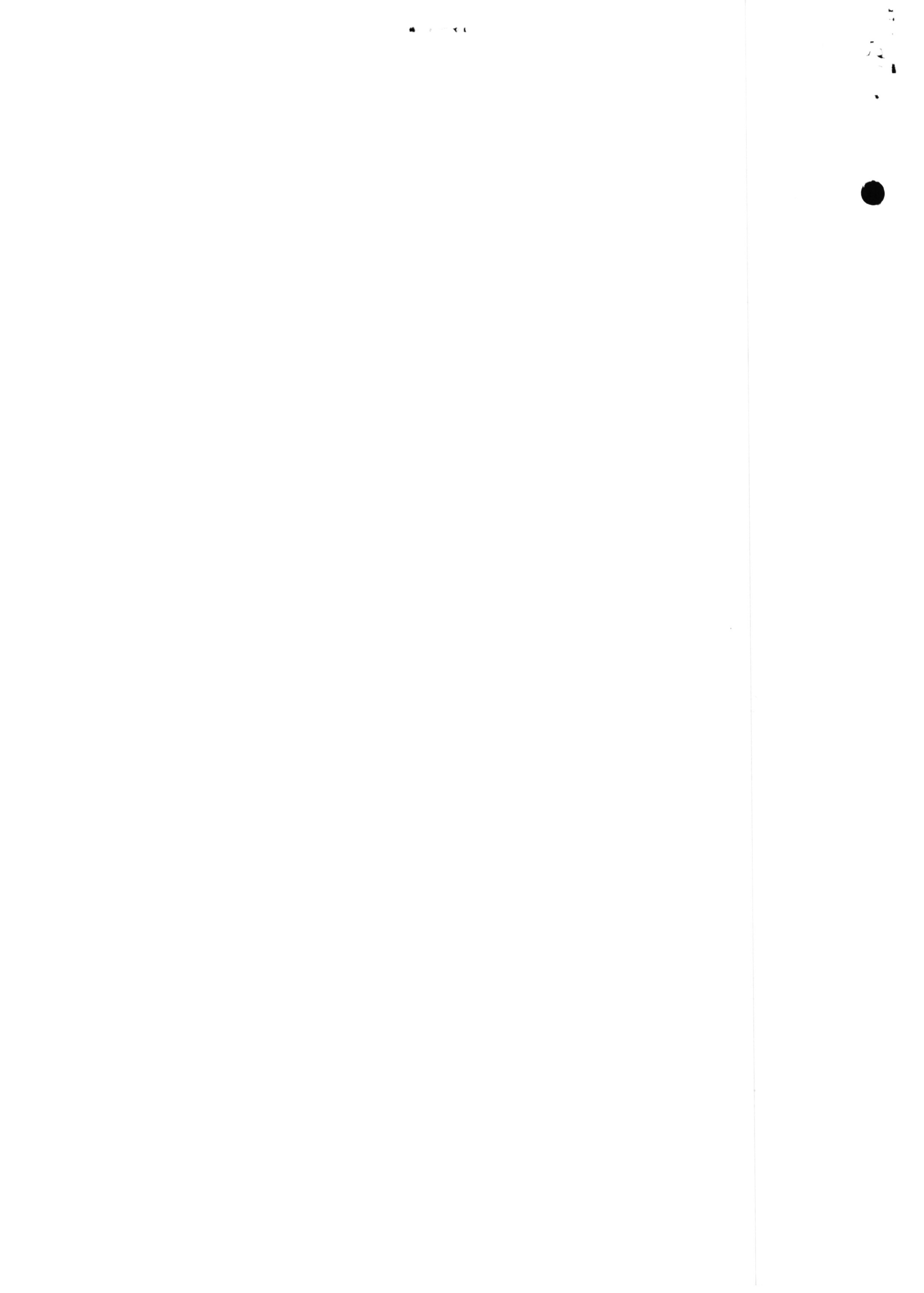
THE AUDITOR-GENERAL

ON



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

**FOR THE YEAR ENDED
30 JUNE 2018**





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
KONOIN CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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

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

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

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY
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an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY**

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Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Daniel Komen
3.	Sub-County Accountant	Joseph Waweru
4.	Chairman NGCDFC	Erick Kirui
5.	Member NGCDFC	Philip Koibosut

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF KONOIN Constituency Headquarters

P.O. Box 64-20403
CDF Building
Mogogosiek, KENYA

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY**

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(f) NGCDF KONOIN Constituency Contacts

P.O. Box 64-20403

E-mail: cdfkonoin.go.ke

Website: www.konoin.go.ke

(g) NGCDF KONOIN Constituency Bankers

Kenya Commercial Bank

Litein Branch

LITEIN

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GOP 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY
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FORWARD BY THE CHAIRMAN, KONOIN CONSTITUENCY NG-CDF COMMITTEE

The Konoin NG-CDF was allocated Ksh.s98 million in financial year 2017/2018, Kshs. 11.3million being additional funds for the year that was submitted for approval after the end of financial year. During the financial year under review, Kshs. 75.3 million was disbursed to constituency (representing 45% of the amount budgeted for in FY 2017/18). This amount is inclusive of Kshs 37million being funds for financial year 2016/2017. A balance of Kshs. 54.7million is due to the constituency from the Board to fund the various projects as per our budget.

Disbursements to various government entities during the year were Kshs37.9 million accounting for over 80% of total disbursements. The constituency had a bank balance of Kshs.30.5million as a result of delayed procurement process of recipients and un-presented bursary cheques.

We look forward to an improved performance in the next financial year 2018/2019



ERICK K KIRUI
CHAIRMAN NGCDF COMMITTEE



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

KONOIN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

II. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 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-KONOIN Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

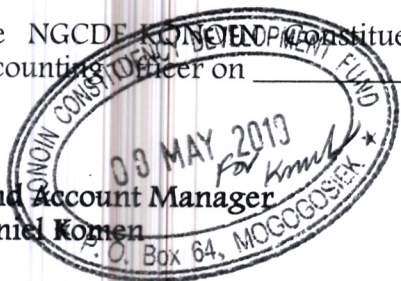
The Accounting Officer in charge of the NGCDF-KONOIN Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2018, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-KONOIN Constituency further confirms the completeness of the accounting records maintained for the NGCDF-KONOIN 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-KONOIN Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

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

Fund Account Manager
Daniel Komen



Sub-County Accountant
Joseph Waweru
ICPAK Member Number:10141

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Konoin Constituency set out on pages 6 to 33, which comprise the statement of assets as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation-recurrent and development combined 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 effects 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 – Konoin Constituency as at 30 June, 2018 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 laws of Kenya.

Basis for Qualified Opinion

1. Bursary Disbursements

Included in other grants and transfers expenditure of Kshs.29,789,587 is an amount of Kshs.28,929,587 which was disbursed as bursaries to both secondary and tertiary institutions. However, out of the total disbursements, an amount of Kshs.24,786,752 was not acknowledged by the receiving institutions. It was therefore not possible to confirm that the bursaries amounting to Kshs.24,786,752 were received by the intended beneficiaries. Consequently, the validity of the disbursements of Kshs.24,786,752 could not be ascertained.

2. Use of Goods and Services

Included in the use of goods and services expenditure of Kshs.5,688,101 is an amount of Kshs.1,263,721 which was not supported by Constituency Development Committee

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

minutes authorizing the payments. Further, motor vehicle fuel expenditure of Kshs.450,000 was not supported by adequate documents such as detail orders and fuel registers. Consequently, the validity of the payments totalling Kshs.1,713,721 included in the use of goods and services could not be ascertained.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund – Konoin Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion and Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections, I have determined that there are no key audit matters to communicate in my report.

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 Qualified Opinion and Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections 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. Projects Implementation

Included in transfers to other government entities expenditure of Kshs.7,800,000 is an amount of Kshs.1,700,000 which was disbursed to the project management committees for construction of classrooms at Taarut, Cheibei, Komirmir and Nathaniel Chebeliyon primary schools during the year under review. However, physical verification of the projects done in March 2019 revealed that construction works for three class rooms in these schools had not started.

2. Budget Performance Analysis

Konoin NG-CDF prepared a balanced program-based budget of Kshs.130,364,072 in the year under review. However, the National Government Constituency Development Fund Board only released Kshs.75,353,447 or 58% of the approved budget. Further,

the overall disbursements to projects by Konoin NGCDF committee was Kshs.45,098,268 out of the amount received funds.

The audit revealed significant under-utilization of the budgeted funds as follows:

Expenditure Component	Approved Budget (Kshs)	Actual Expenditure (Kshs)	Under-expenditure (Kshs)	Under-utilization in %
Compensation of employees	4,903,769	1,820,580	3,083,189	63%
Use of goods and services	8,075,068	5,688,101	2,386,968	30 %
Transfers to other government units	48,150,061	7,800,000	40,350,061	84%
Other grants and transfers	69,003,174	29,789,587	39,213,587	57 %
Acquisition of assets	150,000	0	150,000	100 %
Un-allocated amount	82,000	0	82,000	100 %

The management also made payments of Kshs.656,960 and Kshs.1,179,000 for bursary vetting and public participation which were not in the approved budget.

The underutilization of the allocated funds negatively affected the achievements of some of the core objectives of the Fund and in turn denied the residents efficient and effective service delivery.

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 matters described in the Basis for Qualified and Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections 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

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

Responsibilities of Management and Those Charged with Governance

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

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

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

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

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

Auditor-General’s Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are

applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of noncompliance. 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.

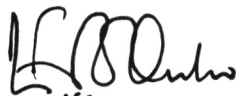
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- 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 the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability 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 sustaining its services.

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

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

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



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

Nairobi

19 June 2019

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY**

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

III. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
RECEIPTS			
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	75,353,447	111,533,226
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	82,000	-
TOTAL RECEIPTS		75,435,447	111,533,226
PAYMENTS			
Compensation of employees	4	1,820,580	1,822,080
Use of goods and services	5	5,688,101	9,393,133
Transfers to Other Government Units	6	7,800,000	96,295,492
Other grants and transfers	7	29,789,587	35,530,924
Acquisition of Assets	8	-	529,460
Other Payments	9	-	-
TOTAL PAYMENTS		45,098,268	143,571,089
SURPLUS/DEFICIT		30,337,180	(32,037,863)

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

(Circular stamp: KONOIN CONSTITUENCY, 03 MAY 2019, for Daniel Roman)

Fund Account Manager
Name: Daniel Roman

(Signature of Joseph Waweru)

Sub-County Accountant
Name: Joseph Waweru
ICPAK Member Number: 10141

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018


IV. STATEMENT OF ASSETS

	Note	2017 - 2018 Kshs	2016 - 2017 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	30,481,321	144,141
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		30,481,321	144,141
Current Receivables-Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		30,481,321	144,141
FINANCIAL LIABILITIES			
Accounts Payable-Retention	12	-	-
NET FINANCIAL ASSETS		30,481,321	144,141
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	144,141	32,182,004
Surplus/Deficit for the year		30,337,180	(32,037,863)
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		30,481,321	144,141

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


Fund Account Manager
Name: Daniel Komen




Sub-County Accountant
Name: Joseph Waweru
ICPAK Member Number: 10141

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KONOIN CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018


V. STATEMENT OF CASHFLOW

	Note	2017 – 2018 Kshs	2016 – 2017 Kshs
Receipts for operating income			
Transfers from CDF Board	1	75,353,447	111,533,226
Other Receipts	3	82,000	-
		75,435,447	111,533,226
Payments for operating expenses			
Compensation of Employees	4	1,820,580	1,822,080
Use of goods and services	5	5,688,101	9,393,133
Transfers to Other Government Units	6	7,800,000	96,295,492
Other grants and transfers	7	29,789,587	35,530,924
Other Payments	9	-	-
		45,098,268	143,041,629
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		30,337,180	(31,508,403)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	(529,460)
Net cash flows from Investing Activities		-	(529,460)
NET INCREASE IN CASH AND CASH EQUIVALENT		30,337,180	(32,037,863)
Cash and cash equivalent at BEGINNING of the year	13	144,141	32,182,004
Cash and cash equivalent at END of the year		30,481,321	144,141

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


Fund Account Manager
Daniel Komen




Sub-County Accountant
Joseph Waweru
ICPAK Member Number: 10141

VI. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED


Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	86,810,345	43,471,728	130,282,072	75,497,588	54,784,484	57.9%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	82,000	82,000	82,000	-	100.0%
TOTAL RECEIPTS	86,810,345	43,553,728	130,364,072	75,579,588	54,784,484	58.0%
PAYMENTS						
Compensation of Employees	2,000,000	2,903,769	4,903,769	1,820,580	3,083,189	37.1%
Use of goods and services	5,812,931	2,262,137	8,075,068	5,688,101	2,386,968	70.4%
Transfers to Other Government Units	35,650,000	12,500,061	48,150,061	7,800,000	40,350,061	16.2%
Other grants and transfers	43,347,414	25,655,760	69,003,174	29,789,587	39,213,587	43.2%
Acquisition of Assets	-	150,000	150,000	-	150,000	0.0%
Un-allocated amount	-	82,000	82,000	82,000	-	100.0%
Other Payments	-	-	-	-	-	-
TOTAL	86,810,345	43,553,728	130,364,072	45,180,268	85,183,804	34.7%

Notes

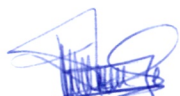
- (a) Changes between the original receipts and final budget are as a result of additional funding from the board of Kshs. 11.3m during the year while changes in original budget in payments vis-à-vis final budget was due to balances brought forward of undisbursed funds for previous years.

- (b) The constituency realised Kshs. 82,000 during the year through sale of tender documents.
- (c) Only Kshs. 43.4million had been disbursed by the Board to the constituency as at June 30, 2018. .
- (d) Transfers to other government institutions stood at Kshs.35, 650,000 (16.2% utilization). This is attributed to delay in procurement processes.

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


Fund Account Manager
Name: Daniel Komen




Sub-County Accountant
Name: Joseph Waweru
ICPAK Member Number:10141

VII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

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

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Funds

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

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

Reports and Financial Statements

For the year ended June 30, 2018

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

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

VIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017 - 2018	2016 - 2017
		Kshs	Kshs
NGCDF Board	A855886	5,500,000	
	A892588	31,948,275	
	A896758	37,905,172	
			9,000,000
			36,853,449
			4,094,827
	A839558		59,584,949
	A796180		2,000,000
TOTAL		75,353,447	111,533,226

2. PROCEEDS FROM SALE OF ASSETS

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

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

3. OTHER RECEIPTS

	2017- 2018 Kshs	2016-2017 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	82,000	-
Other Receipts Not Classified Elsewhere	-	-
Total	<u>82,000</u>	=

4. COMPENSATION OF EMPLOYEES

	2017-2018 Kshs	2016-2017 Kshs
Basic wages of contractual employees	1,595,820.	1,822,080
Basic wages of casual labour	-	-
Personal allowances paid as part of salary	-	-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity	-	-
Other personnel payments	224,760	-
TOTAL	1,820,580	1,822,080

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Utilities, supplies and services		
Electricity	10,240.00	10,650.00
Water & sewerage charges	2,579.00	-
Office rent	-	-
Communication, supplies and services	145,420.00	119,000.00
Domestic travel and subsistence	-	52,800.00
Printing, advertising and information supplies & services	-	136,181.00
Rentals of produced assets	-	-
Training expenses	-	1,408,500.00
Hospitality supplies and services	-	13,000.00
Other committee expenses	-	5,449,610.00
Committee allowance	-	-
Insurance costs	3,437,960.00	-
Specialised materials and services	-	-
Office and general supplies and services	1,480,830.00	652,522.00
Fuel , oil & lubricants	350,000.00	800,000.00
Other operating expenses	-	238,820.00
Bank service commission and charges	3,235.50	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	257,836.00	363,750.00
Routine maintenance- other assets	-	148,300.00
TOTAL	5,688,100.50	9,393,133.00

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017-2018 Kshs	2016-2017 Kshs
Transfers to Primary schools	6,500,000.00	43,195,492.00
Transfers to Secondary schools	1,100,000.00	41,500,000.00
Transfers to Tertiary institutions	200,000.00	10,000,000.00
Transfers to Health institutions	-	1,600,000.00
TOTAL	7,800,000.00	96,295,492.00

7. OTHER GRANTS AND OTHER PAYMENTS

	2017 - 2018 Kshs	2016 - 2017 Kshs
Bursary -Secondary	11,835,322.00	6,052,500.00
Bursary -Tertiary	17,094,265.00	14,775,600.00
Bursary-Special schools	-	-
Mocks & CAT	-	-
Water	-	-
Food security	-	-
Electricity	-	-
Security	-	3,000,000.00
Roads and Bridges	-	4,859,293.60
Sports	250,000.00	-
Environment	-	871,775.00
Cultural Projects	-	-
Agriculture	-	1,720,000.00
Emergency Projects	50,000.00	4,251,755.00
Health	500,000.00	-
Website	60,000.00	-
TOTAL	29,789,587.00	35,530,923.60

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

8. ACQUISITION OF ASSETS

Non-Financial Assets

	2017 - 2018	2016 - 2017
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of office furniture and fittings	-	519,200.00
Purchase of computers ,printers and other IT equipment	-	-
Purchase of photocopier	-	-
Purchase of other office equipment	-	10,260.00
Purchase of soft ware	-	-
Acquisition of land	-	-
TOTAL	-	529,460.00

9. OTHER PAYMENTS

	2017-2018	2016-2017
	Kshs	Kshs
	-	-
	-	-
	-	-
Total	-	-

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

10A: Bank Accounts (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2017 - 2018	2016 - 2017
		Kshs (30/6/2018)	Kshs (30/6/2017)
Kenya Commercial Bank, Litein Branch. <i>Konoin NG-CDF</i>	1105583376	30,481,321	144,141
Total		30,481,321	144,141

10B: CASH IN HAND			
		2017/2018	2016/2017
		Kshs	Kshs
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other Locations (<i>specify</i>)		-	-
Total		-	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

KONOIN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

12 RETENTION

	2017 - 2018 Kshs	2016-2017 Kshs
-	-	-
-	-	-
-	-	-
Total	-	-

13. BALANCES BROUGHT FORWARD

	2017-2018 Kshs	2016-2017 Kshs
Bank accounts	30,481,321	32,182,004
Cash in hand	-	-
Imprest	-	-
TOTAL	30,481,321	32,182,004

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PRIOR YEAR ADJUSTMENTS

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

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

15.2: PENDING STAFF PAYABLES (See Annex 2)

	2017-2018 Kshs	2016-2017 Kshs
Senior management	1,305,000	1,250,000
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-
Total	1,305,000	1,250,000

15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs 2017-2018	Kshs 2016-2017
Compensation of employees	3,083,189	
Use of goods and services	2,386,968	
Amounts due to other Government entities (see attached list)	40,350,061	
Amounts due to other grants and other transfers (see attached list)	39,213,587	
Acquisition of assets	150,000	
Others (<i>specify</i>)		

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2017- 2018	2016-2017
	Kshs	Kshs
PMC account Balances (see attached list)	2,053,429.35	21,851,626.39

NATIONAL GOVERNMENT ENTITY – KONOIN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
	A	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT ENTITY – KONOIN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
		a	b	c	d=a-c		
Senior Management							
1. Hillary Rono		274,500			274,500	183,000	NG-CDFF Staff service gratuity
2. Daisy Cherotich		229,500			229,500	153,000	NG-CDFF Staff service gratuity
3. Benard Keter		229,500			229,500	153,000	NG-CDFF Staff service gratuity
4. Edwin Koech		135,000			135,000	90,000	NG-CDFF Staff service gratuity
5. Joseph Mutai		135,000			135,000	90,000	NG-CDFF Staff service gratuity
6. Mercy Chepkemoi		112,000			112,000	74,700	NG-CDFF Staff service gratuity
7. Milka Chesang		193,000			193,000	128,700	NG-CDFF Staff service gratuity
Sub-Total		1,305,000		0	1,305,000	872,400	
Middle Management							
8.							
9.							
10.							
Sub-Total							
Unionisable Employees							
11.							
12.							
13.							
Sub-Total							
Others (specify)							
14.							
15.							
16.							
Sub-Total		0		0	0	0	
Grand Total		1,305,000			1,305,000	872,400	

NATIONAL GOVERNMENT ENTITY – KONOIN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land	--	-	-	-
Buildings and structures	7,900,000.00	-	-	7,900,000.00
Transport equipment	4,969,342.00	-	-	4,969,342.00
Office equipment, furniture and fittings	1,931,760.00	-	-	1,931,760.00
ICT Equipment, Software and Other ICT Assets		-	-	
Other Machinery and Equipment		-	-	
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	14,801,102.00	-	-	14,801,102.00

NATIONAL GOVERNMENT ENTITY – KONOIN CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018 (Kshs'000)

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	BANK	ACCOUNT NO	BANK BALANCE 2017/2018	BANK BALANCE 2016/2017
RUSEYA TBC	KCB	1183139357	617.50	617.50
KAPKINARA PRI SCH	KCB	1183227310	259.50	486,159.50
KIMORI PRI SCH	KCB	1183315333	1,425.00	1,425.00
SUGUTEK PRI SCH	KCB	1183572557	236.00	169,127.00
BUSORETO PRI SCH	KCB	1176581147	514.50	400,714.50
KIPKELOK PRI SCH	KCB	1199740284	61.00	423,119.00
MOSORIOT PRI SCH	KCB	1167482026	300.00	300.00
KIPSINENDE PRI SCH	KCB	1183699193	275.00	67,179.00
KAPLETYO PRI SCH	KCB	1171089775	302.00	403,320.00
EMBOMOS SEC SCH	KCB	1198816066	167.00	35,460.00
KIPRAISI SEC SCH	KCB	1177509547	204.00	186,330.00
SASETA GIRLS SEC SCH	KCB	1110249667	1,303,489.00	1,303,489.00
KAPRORET SEC SCH	KCB	1164781014	90.34	90.34
CHONGENWO SEC SCH	EQUITY	0530162491535	10,00.00	367,000.00
KOMBERO TBC	KCB	1201253527	1,356.05	1,356.05
CHEIBEI TBC	KCB	1183424612	149,077.50	149,077.50
CHEBAIBAI TBC	EQUITY	01134604832900	1,000.00	1,000.00
CHEPCHABAS DISPENSARY	KCB	1147801991	1,000.00	1,000.00
KENYAGORO TBC	KCB	1203553099	900.00	900.00
SOTIT PRIMARY SCHOOL	KCB	1204870837	699.00	699.00
KABOISIO PRIMARY SCHOOL	KCB	1178901173	450.00	405,841.00
CHEPKOIN PRIMARY SCHOOL	KCB	12027149	484.00	484.00
TALALGA PRIMARY SCHOOL	KCB	1197574425	570.00	570.00
AINAPKOI PRIMARY SCHOOL	KCB	1130106985	863.00	863.00
KITAIMA PRIMARY SCHOOL	KCB	1206983418	230.70	398,754.00
BEMMAT PRIMARY SCHOOL	KCB	1210943735	33.005	400,000.00
TABOINO SECONDARY SCHOOL	KCB	1112715509	1,285.00	1,285.00
CHEPTALAL GIRLS SECONDARY SCHOOL	KCB	1202846653	35.00	35.00
CHEMALAL SECONDARY SCHOOL	KCB	1202850626	335.00	335.00
KOIWA CENTRAL SEC SCH	KCB	1200965043	285.00	285.00
CHEPCHABAS SEC SCH	KCB	1202949746	35.00	35.00
KAPTEBENGWET SEC SCH	KCB	1203516169	335.00	335.00
SOTIT SEC SCH	KCB	1119444136	1,001.00	1,001.00
SUGUTEK B PRY SCH	KCB	1183572557	3,127.00	169,127.00

NATIONAL GOVERNMENT ENTITY – KONOIN CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

KIRIMOSE PRY SCH	KCB	1129803686	1,925.00	500,925.00
KAPSET PRY SCH	KCB	1207263230	750.00	185,750.00
KONOITO PRY SCH	KCB	1183641877	13,707.00	13,707.00
KIBOMUT PRY SCH	KCB	1178124657	34.00	219,834.00
KAPSIRATET PRY SCH	KCB	1205685081	145.00	148,220.00
KAPKILAIIBEI PRY SCH	KCB	1205830752	1,000.00	401,000.00
BOSTO DAY SECONDARY SCH	KCB	1111425752	374.00	374.00
MUTERERIET PRY SCH	KCB	1206784695	335.00	335.00
CHEBAIBAI PRY SCH	KCB	1178898970	0.00	0.00
KAPTEBENGWET PRY SCH	KCB	1205772847	8,870.00	8,870.00
KABOMO PRY SCH	KCB	1183745362	1,764.00	435,764.00
CHEPKOK PRY SCH	KCB	1182118887	1,683.00	1,683.00
TEREK PRY SCH	KCB	1111725845	1,993.00	1,993.00
KAPCHEPTUENIK PRY SCH	KCB	1206774894	7,720.00	224,700.00
SANGWA PRY SCH	KCB	1197762051	4,640.00	305,699.00
TEBESWET PRY SCH	KCB	1205504788	2,227.00	398,870.00
SEANIN PRY SCH	KCB	1208283960	435.00	299,435.00
KIBITGOI PRY SCH	KCB	1133331939	4.00	4.00
NDALELAI PRY SCH	KCB	1181862434	130.00	98,036.00
MOSORIOT PRY SCH	KCB	1167482026	235.00	300.00
KABAIBAI PRY SCH	KCB	1182183168	39,925.00	39,925.00
KOBEL PRY SCH	KCB	1209375850	2,275.00	131,535.00
KAPLETYO PRY SCH	KCB	1171089775	3,280.00	403,320.00
SIOMO PRY SCH	KCB	1203013485	934.00	255,934.00
CHORWET PRY SCH	KCB	1203484054	640.00	175,640.00
KABIANGEK PRY SCH	KCB	1110868340	119.00	119.00
KAPSIR PRY SCH	KCB	1208323423	715.00	87,715.00
KAPKEN PRY SCH	KCB	1110775105	1,209.00	36,209.00
KAPLELEITO PRY SCH	KCB	1178070425	625.00	960,750.00
CHEPCHIRIK PRY SCH	KCB	1178118568	574.00	306,674.00
KENYAGORO PRY SCH	KCB	1207298999	935.00	935.00
KAPTIEN PRY SCH	KCB	1203314639	145.00	400,228.00
SATIET PRY SCH	KCB	1207361615	8,870.00	398,870.00
LOBOKWO PRY SCH	KCB	1207275131	325.00	90,625.00
MURAMET PRY SCH	KCB	1205343911	215.00	215.00
KEBUMBUR SEC SCH	KCB	1167536029	289.00	502,289.00
KIRIMOSE SEC SCH	KCB	1129803686	125.00	500,925.00
MICHIRA SEC SCH	KCB	1179792793	225.00	202,436.00
CHORWET SEC SCH	KCB	1208628208	6,870.00	498,870.00

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NGERERIT SEC SCH	KCB	1110634293	250.00	388,393.00
BOITO DAY SEC SCH	KCB	1177966158	115.75	112,212.00
CHEMELET DAY SEC SCH	KCB	1177690578	384.00	95,384.00
MOSONIK CHIEFS OFFICE	KCB	1209631210	725.00	381,825.00
KOMIRMIR TBC	KCB	1181724953	1,182.00	1,182.00
KIMUGUL TBC	KCB	1205557288	240.00	240.00
CHEPTINGTING TBC	KCB	1207252816	90.00	90.00
KAPSIR SEC SCH	KCB	1169852149	804.00	825.00
SIMOTI SEC SCH	KCB	1200931963	760.00	100,760.00
KIWARWANDI SEC SCH	KCB	1201736161	870.00	798,870.00
SEANIN SEC SCH	KCB	1176107429	2,989.00	82,989.00
NYAMARENDA PRI SCH	KCB	1174424575	430.00	798,870.00
SIOMO PRI SCH	KCB	1203013485	1,961.00	255,934.00
KIMORI SEC SCH	KCB	1202624979	440.00	499,435.00
SITONIK PRI SCH	KCB	1212791290	0.00	0.00
KAPTIEN PRI SCH	KCB	1200994892	2,459.00	2,459.00
KIMUGUL PRI SCH	KCB	1199594792	3,694.00	3,694.00
CHEBUGEN PRI SCH	KCB	1175586579	1,265.00	1,099,901.00
CHELOINO PRI SCH	KCB	1175378488	24,945.00	24,945.00
SASETA AIC PRI SCH	KCB	1156317274	8,145.00	8,145.00
NYAMARENDA PRI SCH	KCB	1174424575	1,050.00	798,870.00
CHORWET PRI SCH	KCB	1203124465	1,105.00	1,105.00
KABOMO PRI SCH	KCB	1183745362	5,764.00	435,764.00
KOBOR PRI SCH	KCB	1205824944	307.00	427,794.00
RERENDET PRI SCH	KCB	1205758720	562.50	105,718.00
CHEBAIBAI PRI SCH	KCB	1178898870	2,376.00	1,299,319.00
KAPKINARA PRI SCH	KCB	1183227310	625.00	486,159.00
CHEBANGANG CHIEF'S OFFICE	KCB	1202711855	733.00	733.00
BOITO CHIEF'S OFFICE	KCB	1202285678	1,250.00	118,230.00
MOGOGOSIEK CHIEF'S OFFICE	KCB	1201888182	1,075.00	275,090.00
NK CHEBELYON PTI SCHOOL	KCB	1184702381	400,000	-
TOTAL			2,053,429.35	21,851,626.39

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PROGRESS ON /FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Bank Reconciliation: Bank reconciliation statement as at 30 June 2017 reflects receipts in bank statement not yet recorded in cash book of Ksh 20,000. The transaction is described as Appropriation in Aid (AIA) and was therefore not clear why the amount was not recognised as other receipts in the statement of receipts and payment for year ended 30 June 2017	The Amount (Ksh 20,000) being receipts from sale of tender documents, was adjusted in Cashbook in June 30, 2018. Unrepresented cheques/ stale cheques	Joseph Waweru- Sub-Country Treasury Accountant Daniel Komen –Fund Account Manager	Resolved	
2.0	Non-acknowledgment of Bursary –Kshs 14,775,600	The office will put more effort in contacting the said institutions that have not provided receipts or acknowledgement letters. In addition, the office will instill in the bursary committee as part of their monitoring and evaluation agenda to ensure 100% returns for local and neighboring constituency schools/institutions.	Erick Korir- NGGCDFC Chairman Daniel Komen –Fund Account Manager	Not resolved	30/11/2018
3.0	Stalled project (Chebangang Chiefs office- Kshs. 500,000)	Please find attached returns provided by the PMC stipulating the cost of the project up- to- date of Kshs 500,000.00.	Erick Korir- NGGCDFC Chairman Daniel Komen –Fund Account Manager	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Time frame: (Put a date when you expect the issue to be resolved)
		Konoin NG-CDF office will take upon itself to allocate more funding in the coming financial year to ensure completion of the project.			
4.0	Non-implementation of project (Kapleito Primary School- Kshs. 900,000)	The school was issued with Kshs 900,000.00 for construction of two classrooms. Unfortunately, the school at the time did not have land. In this current financial year's proposal the CDF issued Kshs 300,000.00 for purchase of 0.2 acres of land which the CDF intends to buy land for the tea buying centre users to be relocated to another area to allow for construction of two classrooms. The plan is underway and in the course of this calendar year this will be expedited	Erick Korir- NGGCDFC Chairman Daniel Komen -Fund Account Manager	Resolved	
5.0	Un-accounted for Expenditure (Cheloino Primary School - Ksh.2,100,000)	The NG-CDF office is in liaison to get expenditure returns from the project management committee for construction of four classrooms. The necessary documents will be availed as soon as they become available	Erick Korir- NGGCDFC Chairman Daniel Komen -Fund Account Manager	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (<i>Name and designation</i>)	Status: (<i>Resolved / Not Resolved</i>)	Timeframe: (<i>Put a date when you expect the issue to be resolved</i>)
		to our offices.			

