

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 09 MAY 2019	DAY: THURSDAY
TABLED BY:	HON. ADEN DUALE LEADER OF MAJORITY
CLERK-AT THE TABLE:	INZOFU MWALE

REPORT

PARLIAMENT
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THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
POKOT SOUTH CONSITUENCY

FOR THE YEAR ENDED
30 JUNE 2018

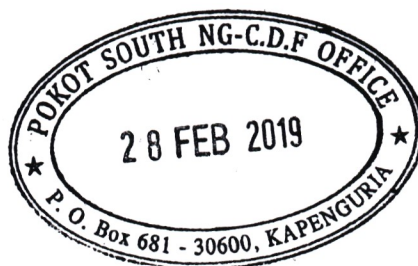


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND POKOT
SOUTH CONSTITUENCY**

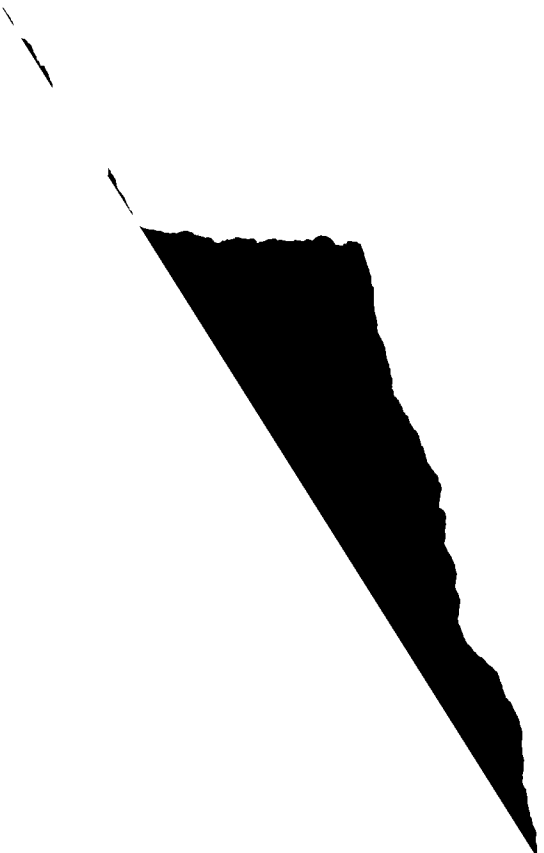
REPORTS AND FINANCIAL STATEMENTS

**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)

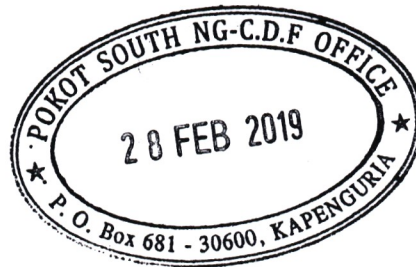


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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
POKOT SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through 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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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:

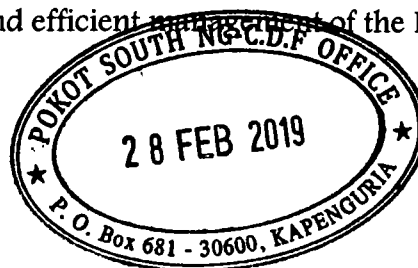
- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide 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)

POKOT SOUTH 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 POKOT SOUTH 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:

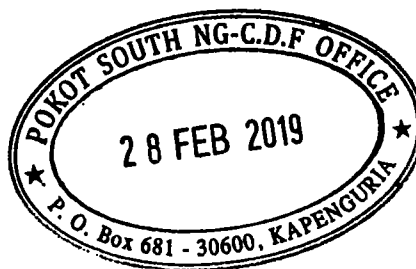
No	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Festus Kipomet
3.	Sub-County Accountant	Kennedy Alubi
4.	Chairman NGCDFC	Julius Siwareng
5.	Member NGCDFC	Jacob Yarangole

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF POKOT SOUTH Constituency Headquarters

P.O. Box 681-30600, KAPENGURIA
Chepareria Divisional HQs Building
Pokot South Constituency
Kapenguria - Lodwar Road
Nairobi, KENYA



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

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(f) NGCDF POKOT SOUTH Constituency Contacts

Telephone: (254) 729,205,889
E-mail: cdfpokotsouth@ngcdf.go.ke
Website: www.cdf.go.ke

(g) NGCDF POKOT SOUTH Constituency Bankers

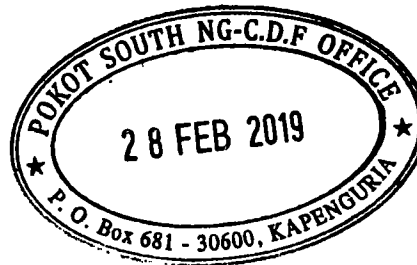
1. Equity Bank Kapenguria
A/c no: 1070261730873
P.O BOX 75104
KAPENGURIA

(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



II.FORWARD BY THE CHAIRPERSON NGCDF COMMITTEE

The total allocation for Pokot South NG-CDF in the FY 2017/18 was kshs 98,189,655.17. The balance brought forward from the FY 2016/17 was kshs 4,083,322.20. Pokot South NG-CDF received a total of kshs 89,248,275.80, which includes Kshs 2,437,931.00 meant for the previous year. This translates to a total of kshs 93,331,598.00 as the available funds during the year. The Board did not disburse kshs 11,379,310.37 meant for the constituency in the year under review. During the year under review, Pokot South NG-CDF was able to spent kshs 61,746,601.00. This represents 66% of the received funds during the year. This is interpreted as 66% of the projects have been funded at the end of the year.

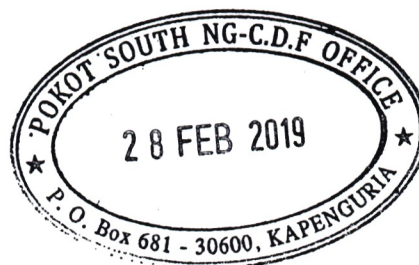
Pokot south NG-CDF has noted the following:

- Project funding and implementation is determined by the cash flow
- There need for more allocation of funds to the constituency to achieve the intended purpose of the NG-CDF funds of poverty reduction at the constituency level

Key achievements in the financial year 2017/2018:



Fig. 1: St. Joseph Kaalotwari Mixed Day Sec. School Administration Block



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
POKOT SOUTH CONSTITUENCY
Reports and Financial Statements
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Fig. 2: Kipkomo Sub-County, 2 units AP houses

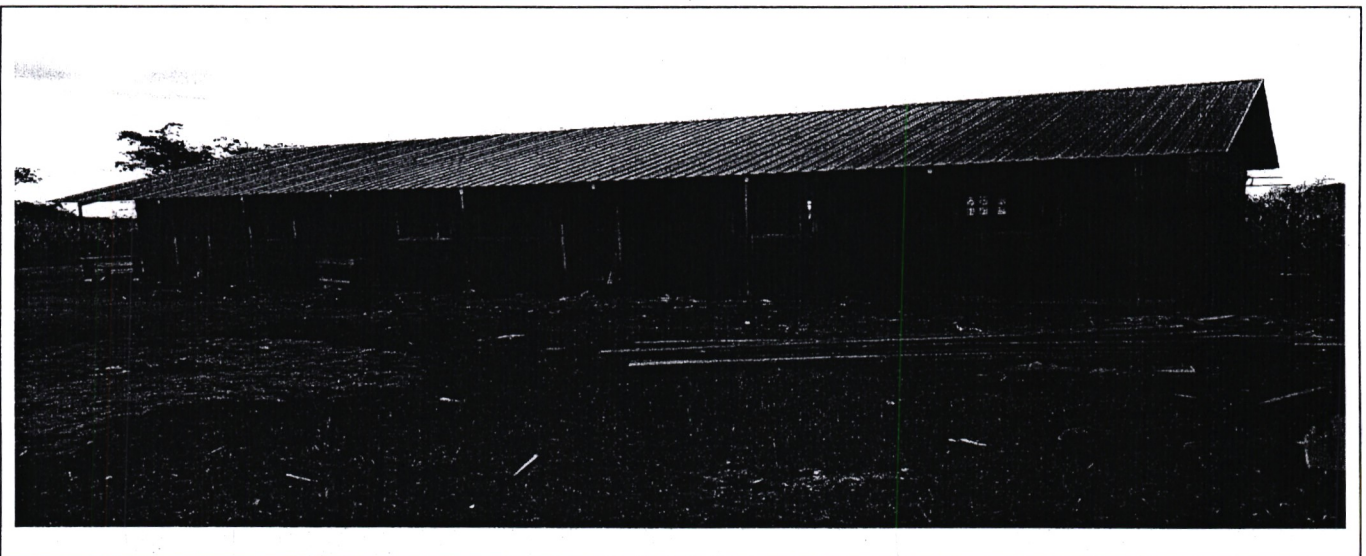
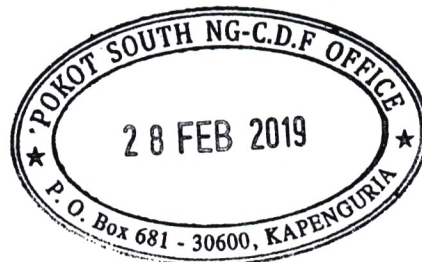


Fig. 3: Chemarmar Primary School, 2 Classrooms under construction



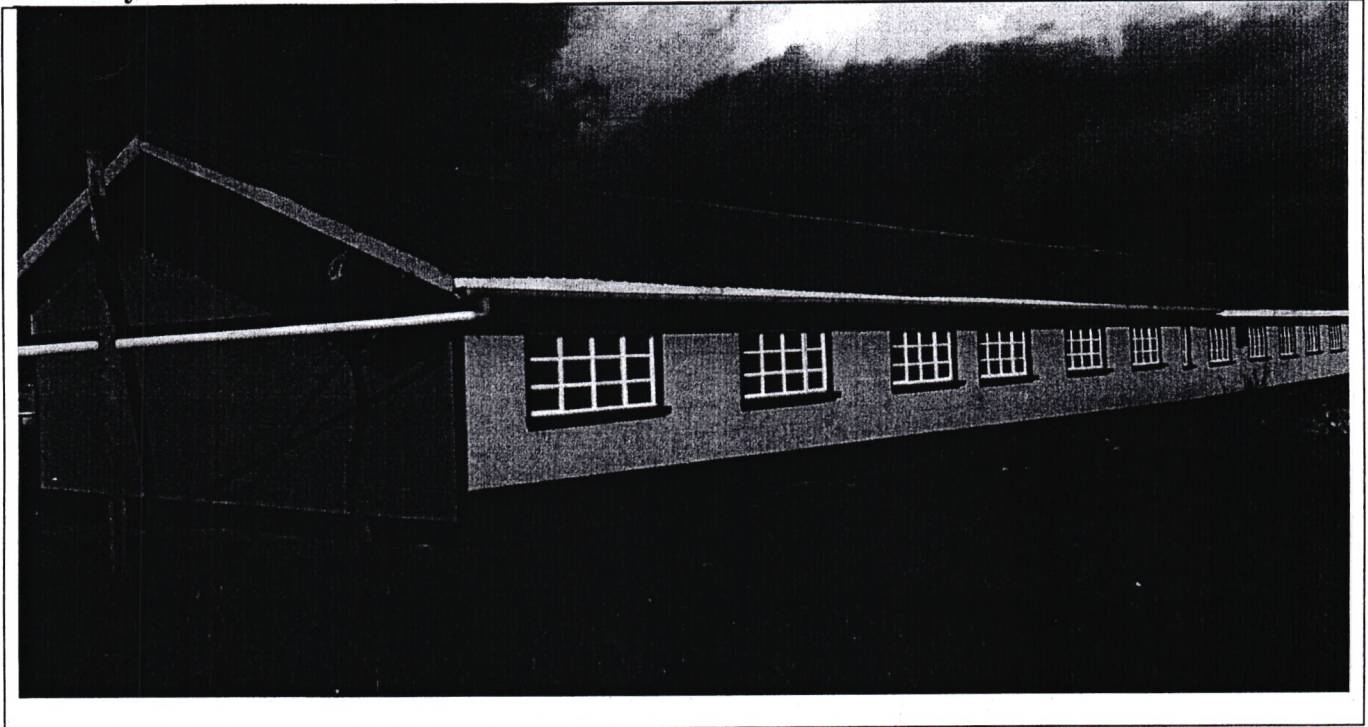


Fig. 4: St. Paul Kipkomo Boys Secondary school, 4 Classrooms

Pokot South NG-CDF has implementation challenges which include;

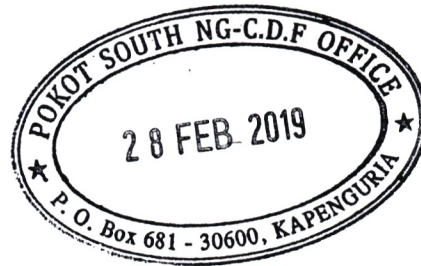
- Inadequate allocations to the constituency
- Delayed funding to the constituency from the NG-CDF Board
- Political interference

Pokot South NG-CDF recommends:

- Timely cash flows to avoid delays.
- Adequate allocation to NG-CDF
- NG-CDFCs Trainings
- Adequate Projects funding

Sign 

CHAIRMAN NGCDF COMMITTEE



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
POKOT SOUTH CONSTITUENCY**

**Reports and Financial Statements
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III. 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.

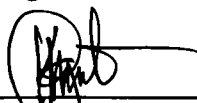
The Accounting Officer in charge of the NGCDF-POKOT SOUTH Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 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-POKOT SOUTH 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 charge of the NGCDF-POKOT SOUTH Constituency further confirms the completeness of the accounting records maintained for the *entity*, 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.

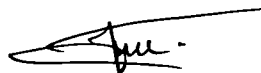
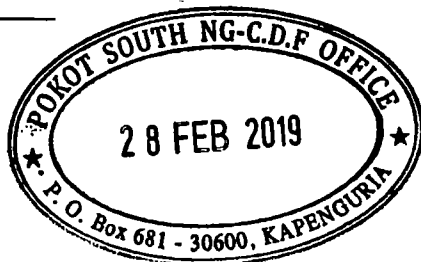
The Accounting Officer in charge of the NGCDF-POKOT SOUTH Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the 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-POKOT SOUTH Constituency financial statements were approved and signed by the Accounting Officer on _____ 2018.



Fund Account Manager
Name: Festus Kipomet



Sub-County Accountant
Name: Kennedy Alubi
ICPAK Member Number: 14430

REPUBLIC OF KENYA

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NAIROBI

OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund-Pokot South Constituency set out on pages 8 to 50, 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, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of National Government Constituencies Development Fund Pokot South 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 do not comply with the National Government Constituencies Development Fund Act, 2015.

Basis for Adverse Opinion

1.0 Unsupported Project Management Committee Bank Balances

Annex 4 of the financial statements reflects Project Management Committee (PMC) bank balances totaling Kshs.1,031,907 as at 30 June 2018. However, cash books, bank balance confirmation certificates and bank statements for sixteen (16) bank accounts were not provided for audit review.

Consequently, the existence, validity, and completeness of the project management committee bank balance of Kshs.1,031,907 as at 30 June 2018 could not be ascertained

2.0 Compensation of Employees

The statement of receipts and payments for the year ended 30 June 2018 reflects compensation of employees figure of Kshs.2,073,988 which is at variance with monthly

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

payroll summaries figure of Kshs.1,866,500 resulting to a variance of Kshs.207,488 which has not been explained or reconciled. As a result, the propriety of the compensation of employees figure Kshs.2,073,988 for the year ended 30 June 2018 could not be confirmed.

3.0 Transfers to Other Government Units

3.1 Unsupported Expenditure

The statement of receipts and payments reflects transfers to other government units amount of Kshs.35,700,000 relating to funds disbursed to various Project Management Committees. However, actual expenditure returns and acknowledgement letters from institutions that received the funds were not made available for audit verification. This is contrary to Section 15(1) (d) of the National Constituency Development Fund Regulations, 2016 which states that the Project Management Committees shall prepare returns and file them with a Constituency Committee.

Under the circumstances, it was not possible to confirm whether the funds totaling Kshs.35,700,000 were actually received and utilized for the budgeted projects in the year under review.

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 adverse 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 matter(s) described in the Basis for Adverse Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1.0 Budgetary Control and Performance

1.1 Budget Performance

Pokot South Constituency Development Fund approved budget for 2017/2018 amounted to Kshs.104,710,909. During the year the Fund incurred expenditure of Kshs.61,746,601 or 59% of the approved budget resulting to under expenditure of Kshs.42,964,307 or 41% of the approved budget as detailed below:

Receipts/Expense Item	Approved Budget for 2017/2018 (Kshs)	Actual Expenditure for 2017/2018 (Kshs)	Under Expenditure (Kshs)	% of Utilisation
Receipts				
Transfer from CDF Board	104,710,909	93,331,599	11,379,310	89
Total	104,710,909	93,331,599	11,379,310	
Payments				
Compensation of employees	2,350,800	2,073,988	276,812	88
Use of goods and services	6,472,476	5,502,467	970,009	85
Transfer to other Government units	40,720,000	35,700,000	5,020,000	88
Other grants and transfer	55,167,632	18,470,146	36,697,486	33
Total	104,710,908	61,746,601	42,964,307	41

Failure to utilize all the funds as budgeted for is an indication that programs or activities were not implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Pokot South Constituency. It may also be an indication that the budgetary process was not properly estimated.

2.0 Project Implementation Status

A review of the project implementation status as at 30 June 2018 indicated that a total of fifty (50) projects were funded at an estimated cost of Kshs.48,742,242 out of which twelve (12) project with an estimated value of Kshs.5,050,000 were completed, thirty-three (33) projects with estimated cost of Kshs.35,015,215 were not complete and five (5) projects with an estimated value of Kshs.8,677,027 were not started as detailed in **Appendix I**. Failure to complete the funded projects is an indication that programs or activities were not implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Pokot South Constituency.

3.0 Project Verification

During the year under review, twenty four (24) projects with a total disbursements of Kshs.26,253,146 were verified. Ten (10) projects with a total disbursement of Kshs.9,453,146 were found to be complete and in use and fourteen (14) projects with a total disbursement of Kshs.16,800,000 were incomplete as detailed in **Appendix II**. Due to non-completion of the projects, the residents of Pokot South Constituency failed to receive the benefits accruing from planned programs and activities for the year ended 30 June 2018.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for [Conclusion on Lawfulness and Effectiveness in Use of Public Resources/Adverse Opinion] section of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Purchase of Land

Included in the transfers to other government units figure of Kshs.35,700,000 reflected in the statement of receipts and payments is transfer to primary school's figure of Kshs.15,500,000 out of which Kshs.600,000 was incurred on the purchase of 2 acres of land for Chepakata Primary School. However, the supporting documents for the purchase of land such as valuation report, search certificate, and title deed were not availed for audit review. Further, available records indicate that only 1.4 acres was purchased instead of 2 acres.

Consequently, the propriety of Kshs.600,000 incurred on purchase of land for the year ended 30 June 2018 could not be confirmed.

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

As required by Section 7(1)(a) of the Public Audit Act, 2015 because of the significance of the matters discussed in the Basis for [Conclusion on Effectiveness of Internal Controls, Risk Management and Governance/Adverse Opinion] section of my report, based on the audit procedures performed, I confirm that internal controls, risk management and governance were not effective.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standard requires that I plan and perform the audit to obtain assurance about whether effective 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 for The Financial Statements

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 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.

In preparing the financial statements, management is responsible for assessing the Fund's ability 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 liquidate the Fund or 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.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor-General's Responsibilities for the Audit of the Financial Statements

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.

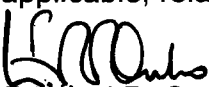
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the Fund's 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 continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with 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

4 April 2019

Appendix I

Project Implementation Status

	Project Name	Project Activity	Budgeted amount	Disbursements 2017/2018	Amount Paid as at 30/06/2018	Status as at 30/06/2018	Percentage of Completion as at 30/06/2018
A	Completed projects						
1	St. Paul Kipkomo Boys Secondary school	Roofing, Plastering, Painting, doors and windows of 2 classrooms	800,000	800,000	800,000	complete and in use	100%
2	Kaghamu Primary school	Construction of temporary classrooms	600,000	600,000	600,000	complete and in use	100%
3	Torion Primary school	Construction of toilets to completion	200,000	200,000	200,000	complete and in use	100%
4	Chongis Primary school	Repair of walls & roof of classrooms	600,000	600,000	600,000	complete and in use	100%
5	Sebit Mixed Day & Boarday sec. school	Repair & improvement of dilapidated pit latrine	600,000	600,000	600,000	complete and in use	100%
6	Chorwai Primary school	Repair of 2 classrooms blown off by wind	100,000	100,000	100,000	complete and in use	100%
7	Kapkanyar Primary school	Repair of 3 classrooms blown off by wind	100,000	100,000	100,000	complete and in use	100%
8	Ortum Boys secondary school	Construction of temporary classrooms	500,000	500,000	500,000	complete and in use	100%
9	St. Cecilia Girls secondary school	Construction of temporary classrooms	500,000	500,000	500,000	complete and in use	100%
10	Chelombai Primary school	Construction of two toilets to completion	400,000	400,000	400,000	complete and in use	100%
11	Toyopo Primary school	Construction of one toilets to completion	200,000	200,000	200,000	complete and in use	100%
12	Sodany Primary school	Construction of two toilets to completion	450,000	450,000	450,000	complete and in use	100%
	Sub-Total		5,050,000	5,050,000	5,050,000		
B	Uncompleted projects as at 30/06/2018						
1	Kodoso Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 2 classrooms	2,000,000	2,000,000.00	2,000,000	Ongoing	25%

2	Tirken Primary School	Roofing, Plastering, Painting, doors and windows of Dormitory	800,000	800,000.00	800,000	Ongoing	5
3	Chemarmar Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	800,000	800,000.00	800,000	Ongoing	5%
4	Chemonges Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	800,000	800,000.00	800,000	Ongoing	10%
5	Kaptingwo Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	800,000	800,000.00	800,000	Ongoing	10%
6	Mokowon Primary School	Roofing, Plastering, Painting, doors and windows of 1 classroom	400,000	400,000.00	400,000	Ongoing	5%
7	Pusian Primary School	Plastering, Painting, doors and windows of Dining hall	400,000	400,000.00	400,000	Ongoing	30%
8	Murksian Primary School	Buying School land- 2 Acres	600,000	600,000.00	600,000	Ongoing	5%
9	Tonoyon Primary School	Plastering, Painting, doors and windows of 2 classrooms	600,000	600,000.00	600,000	Ongoing	5%
10	Chepkata Primary School	Buying School land- 2 Acres	600,000	600,000.00	600,000	Ongoing	5%
11	Kaalotwari Primary School	Renovation of classrooms, Plastering, painting, repair of doors and windows of 4 classrooms	600,000	600,000.00	600,000	Ongoing	70%
12	Parua East Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	800,000	800,000.00	800,000	Ongoing	5%
13	Sebit Primary School	Roofing, Plastering, painting, Doors and Windows of Dining hall	800,000	800,000.00	800,000	Ongoing	20%
14	Tomnyer Primary School	Roofing, Plastering, Painting, doors and windows of 1 classroom	500,000	500,000.00	500,000	Ongoing	10%
15	Nyarkulian Primary School	Renovation of classrooms, Plastering, painting, repair of doors and windows of 5 classrooms	600,000	600,000.00	600,000	Ongoing	50%

16	Tapach Primary School	Roofing, Plastering, painting, Doors and Windows of Dining hall	600,000	600,000.00	600,000	Ongoing	10%
17	Kondopilet Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	900,000	900,000.00	900,000	Ongoing	35%
18	Pchotoy Primary School	Roofing, Plastering, Painting, doors and windows of 1 classroom	500,000	500,000.00	500,000	Ongoing	20%
19	Cheptapesia Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	1,000,000	1,000,000.00	1,000,000	Ongoing	20%
20	Chemoril Primary School	Plastering, Painting, doors and windows of 2 classrooms	400,000	400,000.00	400,000	Ongoing	20%
21	Kapchesich Primary School	Plastering, Painting, doors and windows of 2 classrooms	300,000	300,000.00	300,000	Ongoing	10%
22	St. Paul Lomuke Secondary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 2 classrooms	3,000,000	3,000,000.00	3,000,000	Ongoing	10%
23	Chepukat Mixed Day Secondary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 2 classrooms	3,000,000	3,000,000.00	3,000,000	Ongoing	10%
24	St. Peters Kapchemogen Secondary School	Foundation, Walling Roofing, Plastering, Painting, doors and windows of 2 classrooms	2,000,000	2,000,000.00	2,000,000	Ongoing	30%
25	Kosulol Mixed Secondary School	Roofing, Plastering, Painting, doors and windows of 2 classrooms	800,000	800,000.00	800,000	Ongoing	10%
26	St. Joseph Kaalotwari Mixed Day Sec. School	Roofing, Plastering, Painting, doors and windows of Administration Block	3,000,000	3,000,000.00	3,000,000	Ongoing	80%
27	Parua Mixed Day Secondary School	Roofing, Plastering, Painting, doors and windows of Dormitory	800,000	800,000.00	800,000	Ongoing	10%
28	Penon Mixed Day & Boarding Secondary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 2 classrooms	3,500,000	3,500,000.00	3,500,000	Ongoing	10%

29	Ptop Mixed Day Secondary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	800,000	800,000.00	800,000	Ongoing	10
30	Chemolo Mixed Day Secondary School	Roofing, Plastering, Painting, doors and windows of 2 classrooms	600,000	600,000.00	600,000	Ongoing	10%
31	Psiywo Mixed Day Secondary School	Foundation, Walling and Roofing of Administration Block	1,000,000	1,000,000.00	1,000,000	Ongoing	10%
32	Kipkomo Sub-County AP Camp	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 2 AP houses	1,000,000	1,000,000.00	1,000,000	Ongoing	10%
33	Chepareria Divisional Offices	Construction of 3 toilets to completion	715,215	715,215.00	715,215	Ongoing	10%
	Sub-Total		35,015,215	35,015,215.00	35,015,215		
C	Projects not started						
1	NGCDF-Office	Installation of satellite antenna,router,digital access kit,digital ruggedized Tablet,wifi with outdoor wireless device complete with 12U cabinet with installation accessories by Telkom	1,169,257	1,169,257	0	Project not started	0
2	Batei educational office	Installation of satellite antenna,router,digital access kit,digital ruggedized Tablet,wifi with outdoor wireless device complete with 12U cabinet with installation accessories by Telkom	1,169,257	1,169,257	0	Project not started	0
3	Kabichbich Chief office	Installation of satellite antenna,router,digital access kit,digital ruggedized Tablet,wifi with outdoor wireless device complete with 12U cabinet with installation accessories by Telkom	1,169,257	1,169,257	0	Project not started	0

4	Tapach Chief office	Installation of satellite antenna,router,digital access kit,digital ruggedized Tablet,wifi with outdoor wireless device complete with 12U cabinet with installation accessories by Telkom	1,169,257	1,169,257	0	Project not started	0
5	Constituency strategic plan		4,000,000	4,000,000	0	Project not started	0
	Sub-Total		8,677,027	8,677,027	-		0
	Grand Total		48,742,242	48,742,242.20	40,065,215		

Appendix II

Project Verification

S/No	Project Name	Project Activity	Contract Sum	Project Level of Completion	Audit Remarks
	Completed projects				
1	St.Cecilia Girls secondary school	Construction of temporary classrooms	500,000	100%	Project complete and in use
2	Chelombai Primary school	Construction of two toilets to completion	500,000	100%	Project complete and in use
3	Cheptapesi a Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	1,000,000	100%	Project complete and in use but not branded
4	Kondopilet Primary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	900,000	100%	Project complete and in use but not branded
5	St. Joseph Kaalotwari Mixed Day Sec. School	Roofing, Plastering, Painting, doors and windows of Administration Block	3,000,000	100%	Complete and in use
6	Ortum Boys secondary school	Construction of temporary classrooms	500,000	100%	Project complete and in use
7	Tomnyer Primary School	Purchase and planting of tree seedlings	537,931	100%	Seedlings planted
8	Kipkomo Sub County AP Camp	Foundation, Walling, Roofing, Plastering, Painting, Doors and Windows of 2 AP Houses	1,000,000	100%	Project complete and in use
9	Chepareria Divisional Offices	Construction of 3 toilets to completion	715,215	100%	Project complete and in use
10	Parua Mixed Day Secondary School	Construction of Dormitory	800,000.00	100%	Complete

	Total		9,453,146		
	Uncomplete d projects				
1	Ptop Mixed Day Secondary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 1 classroom	800,000	55%	Construction done up to lintel
2	Tomnyer Primary School	Roofing, Plastering, Painting, doors and windows of 1 classroom	500,000	40%	Project on-going. However two classrooms is being constructed instead of one.
3	St. Paul Lomuke Secondary School	Foundation, Walling, Roofing, Plastering, Painting, doors and windows of 2 classrooms	3,000,000	95%	Complete and in use. Painting is not yet done.
4	Psiywo Mixed Day Secondary School	Foundation, Walling and Roofing of Administration Block	1,000,000	45%	Project on-going. Construction done upto walling level.
5	Chemonges Primary School	Foundation, walling roofing plastering painting doors and windows of 1 classroom	800,000.00	70%	Built two classroom instead of one, Doors are fixed, windows of the back not fitted, incomplete
6	Chemarmar	Foundation, Walling, roofing plastering painting doors and windows of 1 classroom	800,000.00	90%	Complete
7	Kodoso Primary School	Foundation, Walling, Roofing, Plastering, doors and Windows of 2 classrooms	2,000,000.00	95%	Complete
8	Chepkata Primary School	Buying of School Land -2 Acres	600,000.00	50%	No title deed. Bought one and a quarter acreage instead of 2 acres.
9	Tirken Primary School	Construction of Dormitory	800,000.00	90%	Complete and in use.
10	Sebit Primary School	Roofing, Plastering, Painting, doors and windows of dining hall	800,000.00	60%	Ongoing, lintel level, No doors, No windows

11	Sebit Mixed Secondary School	Construction of Toilet - Emergency Fund	600,000.00	90%	Poorly Constructed, doors are broken and in use
12	Parua East Primary School	Foundation, walling roofing plastering painting doors and windows of 1 classroom	800,000.00	80%	On going
13	Penon Mixed Secondary School	Foundation, walling roofing plastering painting doors and windows of 2 classroom	3,500,000.00	80%	Ongoing, Built Three Classroom Instead of two as Per Project Codelist
14	Kaptingwo Primary School	Foundation, walling roofing plastering painting doors and windows of 1 classroom	800,000.00	90%	Ongoing, Roofed and in use
	Total		16,800,000		
	Grand Total		26,253,146		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

POKOT SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

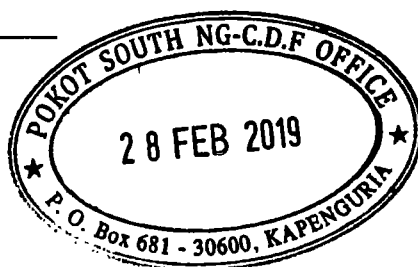
IV. STATEMENT OF RECEIPTS AND PAYMENTS

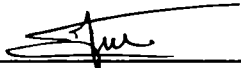
	Note	2017 - 2018 Kshs	2016 - 2017 Kshs
RECEIPTS			
Transfers from NGCDF board	1	89,248,276	80,958,621
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		89,248,276	80,958,621
PAYMENTS			
Compensation of employees	4	2,073,988	2,195,516
Use of goods and services	5	5,502,467	8,553,539
Transfers to Other Government Units	6	35,700,000	80,644,292
Other grants and transfers	7	18,470,146	47,336,944
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		61,746,601	138,730,291
SURPLUS/(DEFICIT)		<u>27,501,675</u>	<u>(57,771,670)</u>

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



Fund Account Manager
Name: Festus Kipomet





Sub-County Accountant
Name: Kennedy Alubi
ICPAK Member Number: 14430

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

POKOT SOUTH CONSTITUENCY

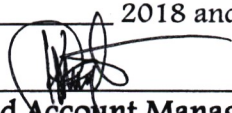
Reports and Financial Statements

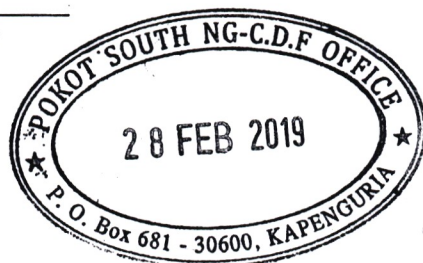
For the year ended June 30, 2018

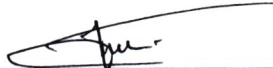
V. STATEMENT OF ASSETS

	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	31,584,997	4,083,322
Cash Balances (cash at hand)	10B	-	-
Total cash and cash equivalents		31,584,997	4,083,322
Current receivables - Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		<u>31,584,997</u>	<u>4,083,322</u>
FINANCIAL LIABILITIES			
Accounts payable – Retention	12	-	-
NET FINANCIAL ASSETS		<u>31,584,997</u>	<u>4,083,322</u>
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	4,083,322	61,854,993
Surplus/Defict for the year		27,501,675	(57,771,670)
Prior year adjustments	14	-	-
NET LIABILITIES		<u>31,584,997</u>	<u>4,083,322</u>

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


Fund Account Manager
Name: Festus Kipomet

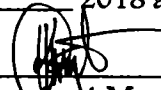


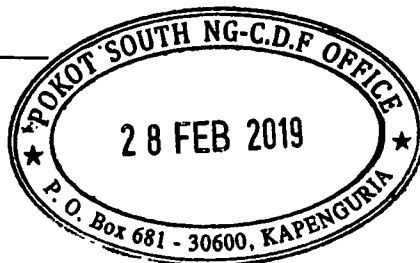

Sub-County Accountant
Name: Kennedy Alubi
ICPAK Member Number: 14430

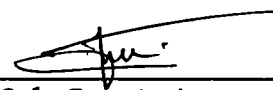
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**POKOT SOUTH CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2018****VI. STATEMENT OF CASHFLOW**

Receipts for operating income		2017 - 2018	2016 - 2017
Transfers from NGCDF Board	1	89,248,276	80,958,621
Other Receipts	3	-	-
		89,248,276	80,958,621
Payments for operating expenses			
Compensation of Employees	4	2,073,988	2,195,516
Use of goods and services	5	5,502,467	8,553,539
Transfers to Other Government Units	6	35,700,000	80,644,292
Other grants and transfers	7	18,470,146	47,336,944
Other Payments	9	-	-
		(61,746,601)	(138,730,291)
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		27,501,675	(57,771,670)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		27,501,675	(57,771,670)
Cash and cash equivalent at BEGINNING of the year	13	4,083,322	61,854,993
Cash and cash equivalent at END of the year		<u>31,584,997</u>	<u>4,083,322</u>

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


Fund Account Manager
Name: Festus Kipomet




Sub-County Accountant
Name: Kennedy Alubi
ICPAK Member Number: 14430

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	98,189,655	6,521,254	104,710,909	93,331,599	11,379,310	89
Proceeds from Sale of Assets						
Other Receipts						
TOTAL	98,189,655	6,521,254	104,710,909	93,331,599	11,379,310	89
PAYMENTS						
Compensation of Employees	2,350,800		2,350,800	2,073,988	276,812	88
Use of goods and services	6,472,476		6,472,476	5,502,467	970,009	85
Transfers to Other Government Units	39,920,000	800,000	40,720,000	35,700,000	5,020,000	88
Other grants and transfers	49,446,379	5,721,254	55,167,633	18,470,146	36,697,487	33
Acquisition of Assets						
Other Payments						
TOTALS	98,189,655	6,521,254	104,710,909	61,746,601	42,964,308	59

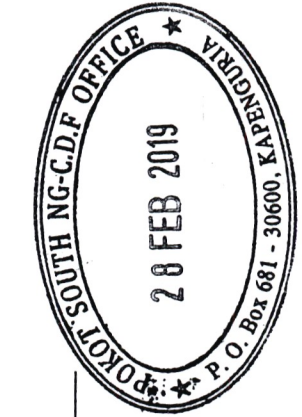
(i) Under utilization of funds of below 90% is as a result of AIE of 43,405,172.80 was received towards the close of the financial year thus hard to spend within minimal time.

(ii) Kshs 11,379,310 was not disbursed by the Board to the constituency as at 30th June 2018

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



Fund Account Manager
Name: Festus Kipomet




Sub-County Accountant
Name: Kennedy Alubi
ICPAK Member Number: 14430

VIII. 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-POKOT SOUTH 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



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

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.

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.

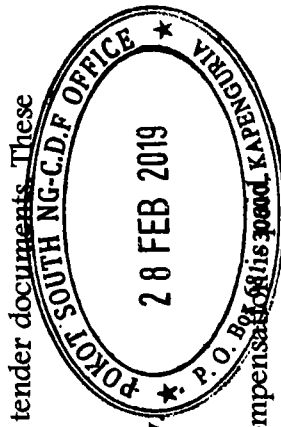
Use of Goods and Services

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.

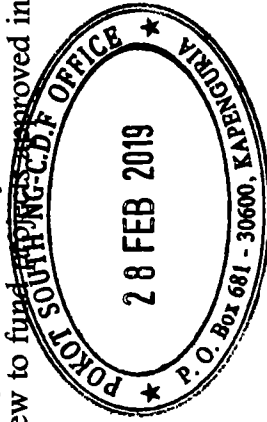
9. Pending Bills

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 end 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.

SIGNIFICANT ACCOUNTING POLICIES



Reports and Financial Statements

For the year ended June 30, 2018

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.

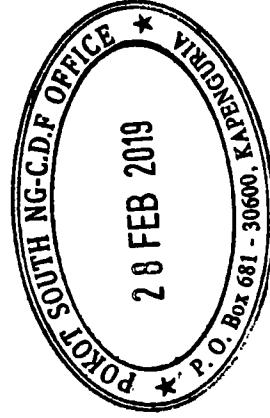
14. Errors

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) – POKOT SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

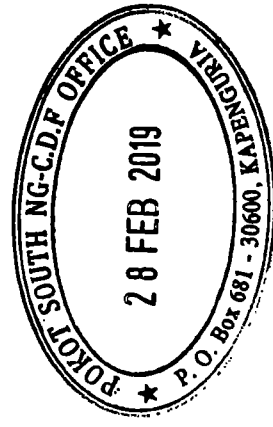
IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2017-2018		2016-2017	
		Kshs		Kshs
NGCDF Board				
	AIE NO... 825909		500,000.00	
	AIE NO... 829978		4,094,827.60	
	AIE NO... 839571		1,000,000.00	
	AIE NO... 855078		36,853,449.00	
	AIE NO... 855549		38,510,344.10	
	AIE NO... 855985	5,500,000		
	AIE NO... 829978	2,437,931		
	AIE NO... 892635	37,905,172		
	AIE NO... 896872	43,405,173		
TOTAL		89,248,276	80,958,621	

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) – POKOT SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

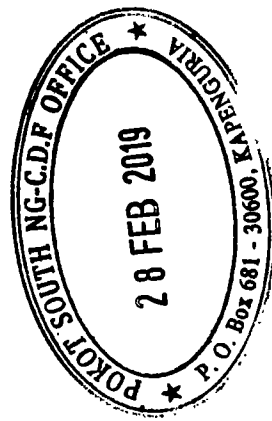
NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2017-2018 Kshs	2016-2017 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

	2017-2018 Kshs	2016-2017 Kshs
Basic wages of contractual employees	2,073,988	2,195,516
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity	-	-
Other personnel payments	-	-
Total	2,073,988	2,195,516

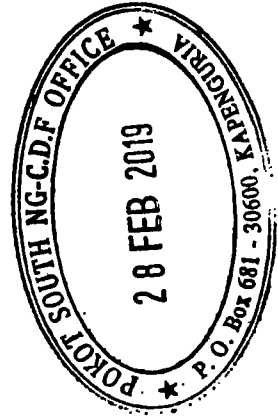


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY
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For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2017-2018	2016-2017
	Kshs	Kshs
Committee Expenses	951,503	600,000
Utilities, supplies and services	345,960	1,052,000
Water & sewerage charges	205,000	-
Communication, supplies and services	-	300,000
Domestic travel and subsistence	190,000	679,951
Printing, advertising and information supplies & services	565,000	695,000
Rentals of produced assets	-	-
Training expenses	521,000	830,000
Hospitality supplies and services	240,000	445,000
Committee allowances	557,400	1,020,000
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	245,000	250,000
Fuel, Oil & Lubricants	400,000	1,535,000
Other operating expenses	283,000	865,000
Bank service commission and charges	24,450	-
Routine maintenance – vehicles and other transport equipment	499,154	281,588
Routine maintenance – other assets	475,000	-
Contracted professional (Strategic plan)	-	-
Total	5,502,467	8,553,539



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

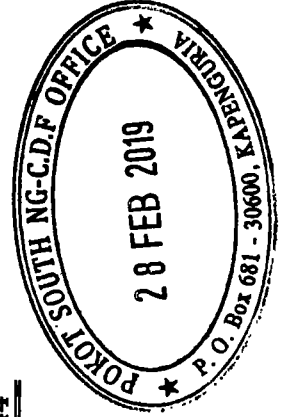
NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017-2018 Kshs	2016-2017 Kshs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	15,500,000	52,144,292
Transfers to secondary schools (see attached list)	20,200,000	27,900,000
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	-	600,000
TIVET	-	-
TOTAL	35,700,000	80,644,292

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2017-2018 Kshs	2016-2017 Kshs
Bursary – secondary schools (see attached list)	9,688,000	15,971,000
Bursary – tertiary institutions (see attached list)	1,179,000	7,854,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Water	-	4,250,000
Security projects (see attached list)	1,715,215	2,655,172
Roads & Bridges	-	2,450,000
Sports projects (see attached list)	-	4,237,929
Environment projects (see attached list)	1,637,931	2,538,843
Agriculture	-	1,950,000
Emergency projects (see attached list)	4,250,000	5,430,000
Total	18,470,146	47,336,944



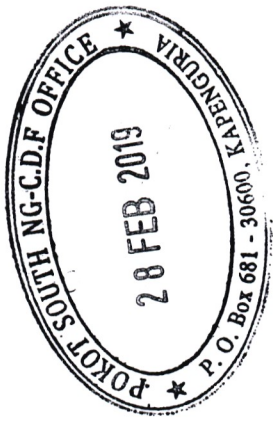
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2017-2018	2016-2017
	Kshs	Kshs
<i>Equity Bank, Kapenguria branch, A/C No. 1070261730873</i>	31,584,997	4,083,322
Total	31,584,997	4,083,322
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-

[Provide cash count certificates for each]



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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

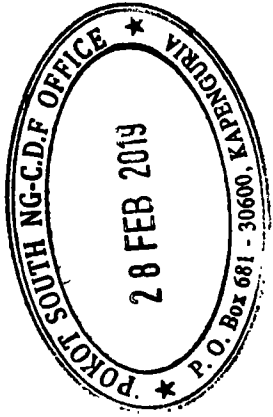
<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	dd/mm/yy	-	-	-
<i>Name of Officer or Institution</i>	dd/mm/yy	-	-	-
Total				

[Include an annex of the list is longer than 1 page.]

12: RETENTION

	2017 - 2018	2016-2017
	Kshs	Kshs
Supplier 1	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

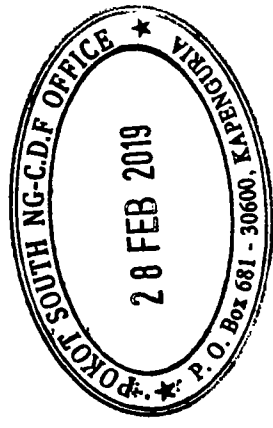


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

13. BALANCES BROUGHT FORWARD

	2017-2018	2016-2017
	Kshs	Kshs
Bank accounts	4,083,322	61,854,993
Cash in hand	-	-
Imprest	-	-
Total	4,083,322	61,854,993

[Provide short appropriate explanations as necessary]



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENT
Reports and Financial Statements
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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)

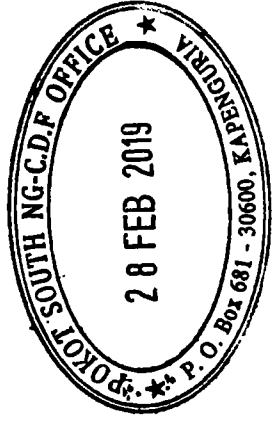
	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>Gratuity</i>)	349,000	-
Total	349,000	-



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENT Y
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15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs	Kshs
Compensation of employees	-	-
Use of goods and services	1,010,345	-
Amounts due to other Government entities (see attached list)	5,820,000	-
Amounts due to other grants and other transfers (see attached list)	36,133,963	4,083,322
Acquisition of assets	-	-
Others (<i>specify</i>)	-	-
	42,964,308	4,083,322

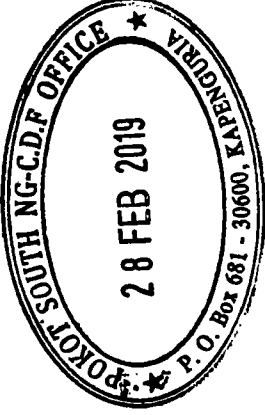


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

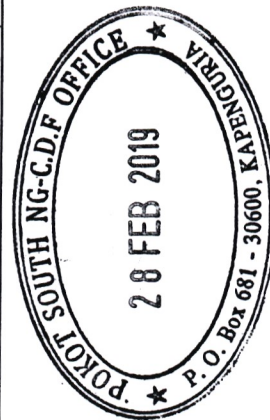
	2017- 2018	2016-2017
	Kshs	Kshs
PMC account Balances (see attached list)	1,031,906.95	4,427,144.10
	1,031,906.95	4,427,144.10



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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

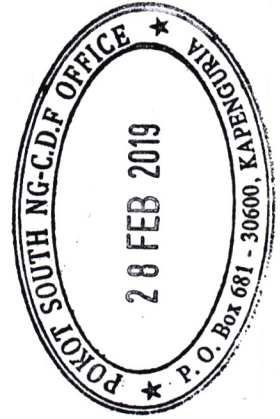
Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY
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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
		a	b	c	d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (specify)							
10.							
11.							
12.							
Sub-Total							
Grand Total							



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – POKOT SOUTH CONSTITUENCY
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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

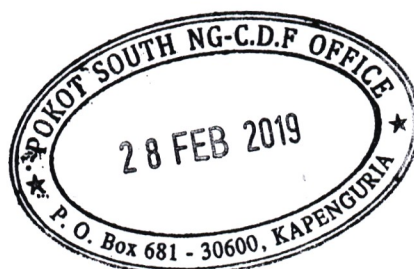
Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land				
Buildings and structures				
Transport equipment	6,158,843.00			6,158,843.00
Office equipment, furniture and fittings	211,799.00			211,799.00
ICT Equipment, Software and Other ICT Assets	99,000.00			99,000.00
Other Machinery and Equipment	13,600.00			13,600.00
Heritage and cultural assets				
Intangible assets				
Total	6,483,242.00			6,483,242.00



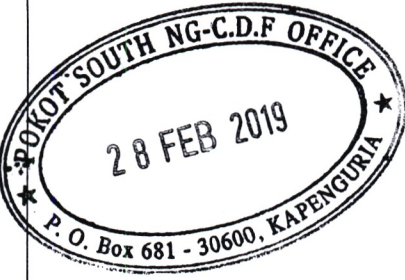
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 POKOT SOUTH CONSTITUENCY
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 For the year ended June 30, 2018 (Kshs)**

ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
Tirken Primary School	Equity Bank	1070162471946	296,114.00	
Mokowon Primary School	Equity Bank	1070164122690	560.00	
Kodoso Primary School	Equity Bank	1070276288315	949.00	
Pusian Primary School	Equity Bank	1070163673181	1,130.00	42,460.00
Tonoyon Primary School	Equity Bank	1070262081358	98,821.75	
Kalotwari Primary School	Equity Bank	1070298687767	14,275.00	
Tomnyer Primary School	Equity Bank	1070162521514	346.00	
Pchotoy Primary School	Equity Bank	1070199384193	500,050.00	
Cheptapesia Primary School	Equity Bank	1070163843078	4,025.00	
Chemoril Central Primary School	Equity Bank	1070162156857	10,645.00	9,165.00
Kaptabuk Primary School	Equity Bank	1070164795668	1,299.00	
St. Peters Kapchemogen Sec School	Equity Bank	1070262170754	640.00	
St. Paul Kipkomo Boys Sec. School	Equity Bank	1070262212846	87,726.00	
Parua Mixed Sec. School	Equity Bank	1070295653186	217.00	400,217.50
Penon Mixed Sec. School	Equity Bank	1070272285931	1,995.00	
Chemolo Secondary School	Equity Bank	1070162615591	13,114.20	
Total			1,031,906.95	451,842.50



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

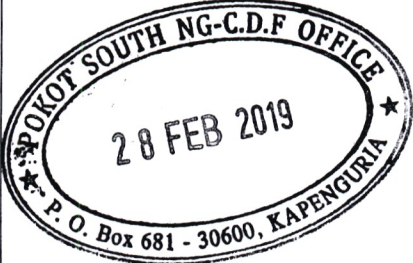
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Time frame: (Put a date when you expect the issue to be resolved)
		is why we submitted the proposals in that month.			
FY 2016/17	Unaccounted for expenditure on fuel and lubricants	The fuel was recorded in the bulk fuel register once it was committed. Every drawing was being made against detail orders and was immediately recorded in the work tickets and balances adjusted in the bulk fuel register. Reconciliation from these records was made and has been presented for your review. See appendix 2 attached.	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2017
FY 2016/17	Purchase of land 	You will note that for Chesupet and Mwortot cooling plants, the ownership of the cooling plants was in the hands of west Pokot county government. They had acknowledged this in their letter dated 19.09.2016 which is attached for your review See appendix 3. NG-CDF under section 49 of the National Government CDF act, 2015 provided counterpart funding for construction of infrastructure for the cooling plants. Attached further please find appendix 4 being the land sale	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2017

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

-POKOT SOUTH CONSTITUENCY

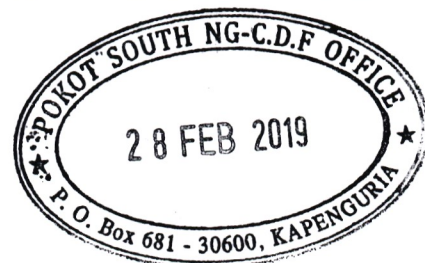
Reports and Financial Statements

For the year ended June 30, 2018

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)
FY 2016/17	Bursary disbursement 	agreement for Cheparten cooling plant. We wish to confirm that the bursary committee which undertakes vetting, identification and categorization of needy students was well constituted where the District Education Officer is a member together with the area chief being the two members that have been co-opted as per the CDF Board circulars Vol1/111 dated 13 September 2010. See appendix 5. Further we wish to confirm that schools and institutions of learning always acknowledge receipt of bursary whenever they are paid. Attached please find appendix 6 being copies of such acknowledgements. We have many more acknowledgement letters for your review.	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2018
FY 2016/17	Irregular procurement of Sports items	We wish to confirm that the sports items were properly taken on charge by the inspection and acceptance committee where they raised the goods received notes. See appendix 7 attached. The	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2018

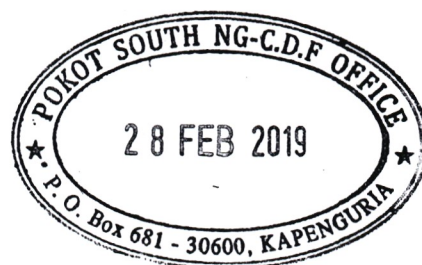
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 POKOT SOUTH CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2018**

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)
		sports items were further distributed to various teams within the constituency. The team confirmed receipt of the items by signing the distribution list see appendix 8 attached.			
FY 2016/17	Cash and Bank Balances	The stale cheques have since been reversed in cash book, See appendix 9 being the copy of the cash book.	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2018
FY 2016/17	Expenditure on projects not within mandate of NG-CDF	It's true that the three areas that is roads, water and agriculture relates to county government. However environment is a function of the national government. You appreciate that surrender of some of these functions was on a phased basis as enshrined in the constitution. CDF stopped undertaking county related functions in the FY 2015/2016. During FY 2015/2016 Pokot South CDF did not receive its full funding. The balance was made in the FY 2016/2017. The funds had to be spent as planned in the code list for FY 2015/2016 where they related	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2018



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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)
		(see appendix 10). Note that in the financial statement for FY 2016/2017 we had a deficit balance under statement of receipts and payment (See appendix 11 attached) occasioned by these funds brought forward as is also demonstrated in the summary statement of appropriation: Recurrent and development combined (See appendix 12 attached) Under adjustment, we have a balance brought forward of ksh 63,354,993 of which Ksh 19,754,993 was apportioned to other grants and transfers where roads, water and agriculture projects related.			
FY 2016/17	Pserum chiefs office land ownership	There was a land sale agreement for the land. The works are ongoing and the project will be completed soon.	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2018
FY 2016/17	Unsupported expenditure on water projects	The line ministry/department was involved in the determination of the cost of the projects as well as technical advice as required by the law. See Appendix 14 We have since contacted the projects management	Kipomet Festus Fund Account Manager	Not Resolved	31/12/2018



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

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)
		committee which has submitted the expenditure returns.			

