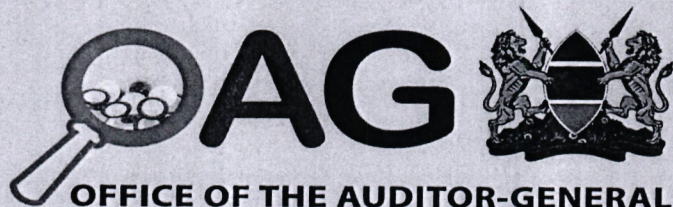


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REPORT

OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND - CHESUMEI CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2021**



OFFICE OF THE AUDITOR - GENERAL
CENTRAL RIFT REGIONAL OFFICE

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CHESUMEI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

***Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

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4. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service

**Chesumei Constituency
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4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Harun K. Chebii
2.	Sub-County Accountant	Naomi Singa
3.	Chairman NGCDFC	Michael Munai
4.	Member NGCDFC	Dinah Maru

(d) Fiduciary Oversight Arrangements

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

P.O. Box 40-30300,
NG-CDFC Building-Chemundu,
Chepterit- Baraton Road
Kapsabet, KENYA

(f) Chesumei Constituency NGCDF Contacts

Telephone: (254) 0721524086, 0721317465
E-mail: chesumeicdf@ngcdf.go.ke/ hchebii@ngcdf.go.ke
Website: www.go.ke

(g) Chesumei Constituency NGCDF Bankers

Constituency CDF main banker:
Equity Bank, Kapsabet Branch
A/C No. 0490261189435
P.O Box 272-30300
Kapsabet, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT



Michael Munai, Chairman NGCDF Chesumei

During the year under review, the Constituency was able to absorb funds up to **55%** of the total budget. This was mainly due to late disbursement of funds from the Board.

Achievements and Major Undertakings

During the year, the Committee disbursed a total of Kshs **19.1 M** as bursary to needy students in secondary and tertiary institutions and this benefitted over 2000 students in various institutions. Major physical facilities funded are educational infrastructure such as classrooms, administration blocks, laboratories, dormitories and toilets. The committee is also funding the construction of Chiefs' offices as a way of enhancing security of our people. The continued funding towards the education sector in the Constituency has contributed to increased enrolment in primary, secondary and tertiary institutions whilst increasing retention and transition rates while equally reducing the burden of education for low income families.

Budgetary Appropriations

During the financial year 2020/2021, the overall budget utilization stood at 55.4 percent based on the funds received against the total budget for the year. This was achieved due to expeditious disbursement of funds received to earmarked projects by the NGCDF Committee despite delay in disbursement from the NG-CDFB. During the period **Kshs** 163,567,724 was received against the total expected budget of Kshs 215,228,767. Out of the received amount, a total of Ksh 118,126,857 was spent on various programmes representing a utilization rate of 55%.

Development Planning

The National Government Constituency Development Funds continue to draw a lot of interest from the community and various stakeholders. This has seen the receipt of many proposals from the community spanning various sectors. To ensure focus and fast track Constituency development, the Committee is planning to develop a five-year strategic plan as a blue print that spells out where the Constituency is going over the next five years in project identification, implementation and management taking cognizance of the global Sustainable Development Goals, Kenya Vision 2030 and related County Integrated Development Plans. The NGCDF Committee is convinced that the strategic plan shall help the Constituency in setting priorities, focusing energy and resources, strengthening operations and ensuring that the Committee, its employees and other stakeholders are working towards a common goal.

Challenges

Despite the above impressive performance and plans, the Committee has noted various challenges in project implementation and management during the FY 2020/2021. These includes, inadequate record keeping by PMCs, failure by some project management committees to comply with the public procurement procedures and regulations as well as delayed submission of the required returns for funds disbursed. Another notable challenge was the effects of Covid-19 pandemic which affected the general implementation of projects. Training of PMCs was greatly affected during the period under review and this delayed implementation of various projects. To mitigate the above challenges, the committee had to do piece meal induction of the PMCs' signatories.

The NG-CDFC plans to continue with the capacity building as well as monitoring and evaluation programmes during the ensuing financial year so as to strengthen service delivery to the constituents.



Michael Munai

CHAIRMAN NG-CDF COMMITTEE

*Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of Chesumei *Constituency 2018-2022* plan are to:

Strategic issue	Strategic objective(s)
Education	<ul style="list-style-type: none"> • To achieve 100% transition of pupils in primary schools • To achieve 100% transition of students in secondary schools • To achieve 100% transition of students to Universities or and other tertiary institutions • To attain a sub-county mean score of 280 and above in KCPE • To attain a sub-county mean score of 6 and above in KCSE • To have adequate and quality infrastructure in all educational institutions
Security & Administration	<ul style="list-style-type: none"> • To have peace and tranquillity in the constituency • To have administration and security personnel work and live in a conducive environment.
Environment	<ul style="list-style-type: none"> • To have the environment preserved for posterity • To have a clean environment • To have a better environment
Sports	<ul style="list-style-type: none"> • To have the talented in the constituency realize their full potential • To have adequate facilities for different sports within the constituency
Gender/Youth/ Women/PLWDs	<ul style="list-style-type: none"> • To empower the youth • To empower the women • To have people living with disability (PLWDs) lead quality lives
ICT	<ul style="list-style-type: none"> • To have ICT hubs in place • To have constituents easily access ICT training facilities
Housing	<ul style="list-style-type: none"> • To have adequate housing in educational institutions • To have security and administration personnel living in descent houses
Health	<ul style="list-style-type: none"> • To have more trained health professionals • To have constituents register for insurance fund
Manufacturing	<ul style="list-style-type: none"> • To have more investments within the constituency

Food security	<ul style="list-style-type: none"> • To have adequate & extra production of food for all • To have knowledgeable farmers
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Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have adequate and quality infrastructure in all educational institutions	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	-number of usable physical infrastructure build in primary, secondary, and tertiary institutions -number of bursary beneficiaries at all levels	-During FY 2020/2021, we increased the number of new classrooms as well as renovating several others. -School buses increased from 2 to 4 - Over 2000 students benefited from bursary award
Security	•Construct more offices for administrators	-More offices for administrators - Reduced crime rates	-No of administrative offices constructed	-No of administration offices increased from 10 to 14
Environment	•Organize for training of constituents on conservation of the environment	<ul style="list-style-type: none"> • To have the environment preserved for posterity • To have a clean environment 	-No. Of sensitisation workshops -No of institutions receiving funding for environment activities	- 2 sensitisation workshops organised for both the NGCDFC and the PMCs -Funds allocated for water harvesting in 16 learning institutions
Sports	-To have the talented in the constituency realize their full potential -To have adequate facilities for different sports within the	-More sports men and sports women from the constituency - Realization of potential of the	-No of sports activities supported -No of teams participating in the tournament	-one tournament was organised in the constituency for both football and volley ball -Purchase of sports equipment and uniforms for twelve

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	constituency	talented		teams
Disaster Management	-Organise training for the NGCDFC and Staff on disaster management	-To mitigate the effects of an emerging disaster	-No. Of trainings organised	- 2 trainings sessions organised for both the NGCDFC and the Staff

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. Sustainability strategy and profile -

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

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Protection of the environment in which we live and operate is part of Chesumei NG-CDF initiatives. Care for the environment is one of our key responsibilities and an important aspect in the way in which we carry out our operations.

In this policy statement Chesumei NG-CDF commits to:

- Organize for training of constituents on conservation of the environment
- Regularly communicating our environmental performance to our employees and other significant stakeholders

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Chesumei constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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

**Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-Chesumei 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, 2021. 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-Chesumei Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Chesumei Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NGCDF- Chesumei Constituency financial statements were approved and signed by the Accounting Officer on 23/07 2022.



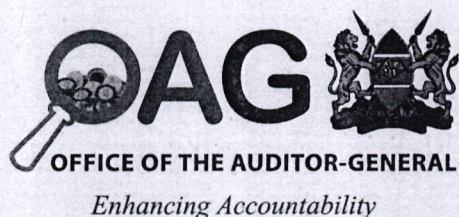
Chairman NGCDF Committee
Name: Michael Munai



Fund Account Manager
Name: Harun K. Chebii

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - CHESUMEI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Chesumei Constituency set out on pages 15 to 55, which comprise of the statement of financial assets and liabilities as at 30 June, 2021,

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Chesumei Constituency as at 30 June, 2021, and 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 Constituency Development Fund Act 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Unsupported Purchase of Land

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.67,979,500 and as disclosed in Note 6 to the financial statements. Included in this amount is Kshs.34,900,000 in respect to transfers to primary schools. Review of the documents provided for audit revealed that the transfer primary schools amounting to Kshs.1,600,000 was used in purchase of two parcel of land for two (2) primary schools. However, the title deeds for the purchased land were not provided for audit.

Further the total purchase price was paid before the transfer of the land contrary to CDF Board circular No. CDFBOARD/CIRCULARS/VOL.I/108 on payment of 10% of the total value of land after sale agreement and 90% after transfer of ownership.

In the circumstances, Fund Management was in breach of the law and the accuracy and completeness of the transfer to other Government units expenditure of Kshs.1,600,000 could not be confirmed.

2.0 Irregular Payment from Emergency Project Funds

The statement of receipts and payments reflects other grants and transfers amount of Kshs.67,979,500 and as disclosed in Note 6 to the financial statements. Included in this amount is Kshs.3,730,674 in respect to emergency projects. Review of the documents provided for audit in support of this expenditure indicated a payment of Kshs.280,674 to an Insurance Agency Company. However no explanation was provided for paying insurance claims from the emergency funds.

In the Circumstance, the accuracy and completeness of the other grants and transfers expenditure of Kshs.3,730,674 could not be confirmed.

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

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. There were no key audit matters to report in the year under review.

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.215,228,767 and Kshs.170,139.888 respectively, resulting to an underfunding amounting to of Kshs.45,088,879 or 21% of the budget. Similarly, the Fund spent Kshs.118,126,857 against an approved budget of Kshs.215,228,767 resulting to an under- expenditure of Kshs.97,101,910 or 45 % of the budget.

The underfunding and underperformance affected the planned activities of the Fund and may have impacted negatively on service delivery to the public.

2. Project verification

Twenty-one (21) projects with total disbursements amounting to Kshs.39,109,000 were inspected on 12 May, 2022. Twelve (12) Projects were completed and in use, three (3) projects were incomplete, and six projects were completed and in use but not labelled, contrary to Regulation 15(1)(f) of the National Government Constituencies Development Fund Regulations, 2016, which states that the Project Management Committee shall undertake project closure, labelling and handover upon completion.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else

has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Security Projects - Kiptuiya Police Post

The statement of receipts and payments reflects other grants and transfers amount of Kshs.38,020,526 which includes security projects amounting to Kshs.8,492,000

Review of the documents provided for audit revealed that Kiptuiya police station project management committee received Kshs.1,000,000 to purchase half (1/2) an acre of land. However, no title deed was provided for audit.

Further, the total purchase price was paid contrary the circular no. CDFBOARD/CIRCULARS/VOL.I/108 which requires payment of 10% of the total value of land after sale agreement and 90% after transfer of ownership.

Therefore, value of money on the expenditure of Kshs.1,000,000 for purchase of half (1/2) an acre of land for Kiptuiya Police Station could not be confirmed.

The Fund Management was also in breach of the law

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Fund's 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 applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


08 September, 2022

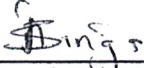
*Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

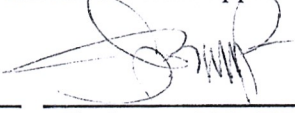
VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	163,567,724	123,040,876
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	=	=
TOTAL RECEIPTS		163,567,724	123,040,876
PAYMENTS			
Compensation of employees	4	3,543,161	2,023,196
Use of goods and services	5	8,293,413	7,765,926
Transfers to Other Government Units	6	67,979,500	83,074,500
Other grants and transfers	7	38,020,526	33,989,459
Acquisition of Assets	8	290,257	859,700
Other Payments	9	=	=
TOTAL PAYMENTS		118,126,857	127,712,781
SURPLUS/(DEFICIT)		<u>45,440,867</u>	<u>(4,671,906)</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Chesumei Constituency financial statements were approved on 23/8/2022 and signed by:


Fund Account Manager
Name: Harun K. Chebii



National Sub-County
Accountant
Name: Naomi Singa
ICPAK M/No: 8816

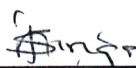

Chairman NG-CDF Committee
Name: Michael Munai

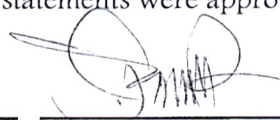
VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	52,013,031	6,572,164
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		52,013,031	6,572,164
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		52,013,031	6,572,164
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		52,013,031	6,572,164
REPRESENTED BY			
Fund balance b/fwd	13	6,572,164	11,244,069
Prior year adjustments	14	-	-
Surplus/Deficit for the year		45,440,867	(4,671,906)
NET FINANCIAL POSITION		52,013,031	6,572,164

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Chesumei Constituency financial statements were approved on 23/07/2022 and signed by:


Fund Account Manager
Name: Harun K. Chebii


National Sub-County
Accountant
Name: Naomi Singa
ICPAK M/No: 8816

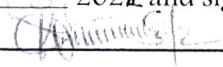

Chairman NG-CDF Committee
Name: Michael Munai

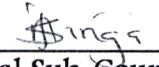
*Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

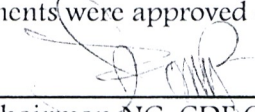
IX. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	163,567,724	123,040,876
Other Receipts	3	-	-
Total receipts		163,567,724	123,040,876
Payments for operating activities			
Compensation of Employees	4	3,543,161	2,023,196
Use of goods and services	5	8,293,413	7,765,926
Transfers to Other Government Units	6	67,979,500	83,074,500
Other grants and transfers	7	38,020,526	33,989,459
Other Payments	9	-	-
Total payments		117,836,600	126,853,081
Total Receipts Less Total Payments		45,731,124	(3,812,206)
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	-
Net cash flow from operating activities		45,731,124	(4,671,206)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	290,257	859,700
Net cash flows from Investing Activities		(290,257)	(859,700)
NET INCREASE IN CASH AND CASH EQUIVALENT		45,440,867	(4,671,906)
Cash and cash equivalent at BEGINNING of the year	10	6,572,164	11,244,069
Cash and cash equivalent at END of the year		52,013,031	6,572,164

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Chesumei Constituency financial statements were approved on 23/2/2022 and signed by:


Fund Account Manager
Name: Harun K. Chebii


National Sub-County
Accountant
Name: Naomi Singa
ICPAK M/No: 8816


Chairman NG-CDF Committee
Name: Michael Munai

X. SUMMARY STATEMENT OF APPROPRIATION

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %	
RECEIPTS	2020/2021		2020/2021	30/06/2021			
	Kshs	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	6,572,164	71,567,724	215,228,767	170,139,888	45,088,879	79%
Proceeds from Sale of Assets	-	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-	-
TOTALS	137,088,879	6,572,164	71,567,724	215,228,767	170,139,888	45,088,879	79%
PAYMENTS							
Compensation of Employees	2,175,333	134,818	2,846,503	5,156,654	3,543,161	1,613,493	68.7%
Use of goods and services	9,315,563	601,066	4,611,396	14,528,025	8,293,413	6,234,612	57.1%
Transfers to Other Government Units	68,350,000	575,500	33,800,000	102,725,500	67,979,500	34,746,000	66.2%
Other grants and transfers	57,247,983	4,791,455	30,309,825	92,349,263	38,020,526	54,328,737	41.2%
Acquisition of Assets		448875		448,875	290,257	158,618	64.7%
Other Payments	0	20450		20,450	-	20,450	0.0%
Funds pending approval**							
TOTALS	137,088,879	6,572,164	71,567,724	215,228,767	118,126,857	97,101,910	54.9%

Brief explanations on underutilization:

The total receipts from the NG-CDF Board during the financial year 2020/2021 stood at 79% (i.e Ksh 170,139,888 out of the total budget of Ksh 215,228,767) hence affecting the overall performance. On compensation of employees, 69% of the budget was spent since there were additional funds from the previous year. On the use of goods and services, Transfers to Other Government Units, Other grants and Transfers, the underutilization is due to the delay in disbursement of funds by the NGCDF Board.

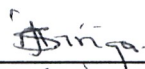
*Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	97,101,910
Less undisbursed funds receivable from the Board as at 30 th June 2021	(45,088,879)
	52,013,031
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	52,013,031

The NGCDF-Chesumei Constituency financial statements were approved on 23/8/2022 and signed by:



Fund Account Manager
Name: Harun K. Chebii



**National Sub-County
Accountant**
Name: Naomi Singa
ICPAK M/No: 8816



Chairman NG-CDF Committee
Name: Michael Munai

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(c = c-d)
	2020/2021	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements			
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,175,333	134,818	2,846,503	5,156,654	3,543,161	1,613,493
1.2 Committee allowances	3,500,000	4,672	-	3,504,672	1,151,522	2,353,150
1.3 Use of goods and services	1,702,897	137,235	1,911,396	3,751,528	1,751,761	1,999,767
Total	7,378,230	276,725	4,757,899	12,412,854	6,446,444	5,966,410
2.0 Monitoring and evaluation						
2.1 Capacity building	1,200,000	17,080	1,500,000	2,717,080	1,294,000	1,423,080
2.2 Committee allowances	2,300,000	115,548	1,200,000	3,615,548	3,183,450	432,098
2.3 Use of goods and services	612,666	326,531	-	939,197	912,680	26,517
Total	4,112,666	459,159	2,700,000	7,271,825	5,390,130	1,881,695
3.0 Emergency						
Emergency	7,192,207	3,145,478	3,794,071	14,131,756	3,730,674	10,401,082
3.2 Secondary schools						
3.3 Tertiary institutions				-		

*National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Samoo Primary				100,000	100,000	100,000	-	-
Fr. Khun Primary				100,000	100,000	100,000	-	-
Nangoi Primary				100,000	100,000	100,000	-	-
Kapkitara Primary				100,000	100,000	100,000	-	100,000
Siksiket Primary				100,000	100,000	100,000	-	100,000
Tuigoin Primary				100,000	100,000	100,000	-	100,000
Mogoget Primary				100,000	100,000	100,000	-	100,000
Chesumei NG-CDF Office				250,000	250,000	101,900	148,100	
Kamoiwo Chief's Office				75,000	75,000	-	75,000	
Kiptuiya Chief's				75,000	75,000	-	75,000	
Tuiyobei Primary				100,000	100,000	100,000	-	-
Mwein Primary				100,000	100,000	100,000	-	-
Lelmokwo Primary				100,000	100,000	100,000	-	-
Ngechek Primary				100,000	100,000	100,000	-	-
Kamorjil Primary				100,000	100,000	100,000	-	-
Kapkechui Primary				100,000	100,000	100,000	-	-
Kamurguiwo Primary				100,000	100,000	100,000	-	-
AIC Saniak Academy				300,000	300,000	300,000	-	-
ACK Olmetuny Primary				100,000	100,000	100,000	-	-
AIC Biribiriet Primary				100,000	100,000	100,000	-	-
Kipchunu Primary		100,000		-	100,000	-	-	100,000
Mutwot Primary		100,000		-	100,000	-	-	100,000
Tironin Primary		100,000		-	100,000	-	-	100,000

**Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Tuloi Primary	100,000	-	-	100,000	-	100,000	-	100,000
Kaptoroi Primary	100,000	-	-	100,000	-	100,000	-	100,000
SDA Birei Primary	100,000	-	-	100,000	-	100,000	-	100,000
Kiptuiya Primary	100,000	-	-	100,000	-	100,000	-	100,000
Fr. Toror Primary	100,000	-	-	100,000	-	100,000	-	100,000
Chemuswa Primary	100,000	-	-	100,000	-	100,000	-	100,000
Aic Kaptel Academy	100,000	-	-	100,000	-	100,000	-	100,000
Chemare Primary	100,000	-	-	100,000	-	100,000	-	100,000
Chepketei Primary	100,000	-	-	100,000	-	100,000	-	100,000
Kingwal Primary	100,000	-	-	100,000	-	100,000	-	100,000
Kapkechui Primary	100,000	-	-	100,000	-	100,000	-	100,000
Simotwet Primary	100,000	-	-	100,000	-	100,000	-	100,000
Baraton Primary	100,000	-	-	100,000	-	100,000	-	100,000
Sub-total	1,600,000	450,000	2,600,000	4,650,000	2,351,900	2,298,100		
7.0 Primary Schools Projects								
Saniak primary	-	-	500,000	500,000	500,000	-	500,000	-
Kapkemel primary	-	-	800,000	800,000	800,000	-	800,000	-
Chebilat primary	-	-	500,000	500,000	500,000	-	500,000	-
AIC Kamoiywo academy	-	-	800,000	800,000	800,000	-	800,000	-
Chepsogor primary	-	-	600,000	600,000	600,000	-	600,000	-
Kipngeru primary	-	-	500,000	500,000	500,000	-	500,000	-
Tangatton primary	-	-	500,000	500,000	500,000	-	500,000	-
Kipsirwo primary	-	-	800,000	800,000	800,000	-	800,000	-
Kapserton primary	-	-	800,000	800,000	800,000	-	800,000	-
Chepsui primary	-	-	800,000	800,000	800,000	-	800,000	-
Chebil primary	-	-	500,000	500,000	500,000	-	500,000	-
Kechire primary	-	-	500,000	500,000	500,000	-	500,000	-
Mwein primary	-	-	800,000	800,000	800,000	-	800,000	-
Kokwet primary	-	-	500,000	500,000	500,000	-	500,000	-

*National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Chomisia primary	-	500,000	500,000	500,000	-
kipchabo primary	-	500,000	500,000	500,000	-
AGC Ngeny primary	-	800,000	500,000	800,000	-
Kipkongorwo primary	-	500,000	800,000	500,000	-
SDA Kapkonjusmo primary	-	800,000	500,000	800,000	-
AIC Sirgoi academy	-	800,000	800,000	800,000	-
Cheptarit primary	-	500,000	500,000	500,000	-
Malel primary	-	500,000	500,000	500,000	-
Kapnyemisa primary	-	500,000	500,000	500,000	-
Kaptien gaa primary	-	800,000	800,000	800,000	-
AIC nduroto primary	-	800,000	800,000	800,000	-
Kipshorori Pry	-	200,000	200,000	200,000	-
Ndonyongaria Primary	1,000,000	-	1,000,000	1,000,000	-
SDA Kapkonjusmoo Primary	800,000	-	800,000	800,000	-
Kapkobis Primary	600,000	-	600,000	600,000	-
AIC Kombe Academy	800,000	-	800,000	800,000	-
Kapngingich Primary	800,000	-	800,000	800,000	800,000
Sironoi SDA Primary	800,000	-	800,000	800,000	800,000
Masaba-Chepsogor Primary	800,000	-	800,000	800,000	800,000
Cheptigok Primary	800,000	-	800,000	800,000	-
SDA Kamoiywa Academy	1,600,000	-	1,600,000	1,600,000	-
Kabilo Primary	800,000	-	800,000	800,000	-
Belekenya Primary	800,000	-	800,000	800,000	-
Nangoi Primary	1,000,000	-	1,000,000	1,000,000	-
Nandi Primary	700,000	-	700,000	700,000	-
St. Joseph's Tungururwet Primary	800,000	-	800,000	800,000	-
St. Luke Mogoiet Primary	800,000	-	800,000	800,000	-
Kimondi Primary	500,000	-	500,000	500,000	-

**Chesumei Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Kiptuiya Primary	500,000	-	-	500,000	500,000	-
Kaptobongen Primary	500,000	-	-	500,000	500,000	-
Siksiket Primary	500,000	-	-	500,000	-	500,000
Amal Primary	500,000	-	-	500,000	-	500,000
Kamarguiywa Primary	500,000	-	-	500,000	500,000	-
Tilalwa Primary	500,000	-	-	500,000	500,000	-
Kapyagan Primary	500,000	-	-	500,000	500,000	-
Chemundu Primary	700,000	-	-	700,000	-	700,000
Kapechpok Primary	500,000	-	-	500,000	500,000	-
Kombe Primary	500,000	-	-	500,000	-	500,000
Kaptel Primary	500,000	-	-	-	-	-
Ngatatia Primary	500,000	-	-	500,000	-	500,000
Kapkuto Primary	500,000	-	-	500,000	-	500,000
Chepkober Primary	500,000	-	-	500,000	500,000	-
Sironoi Primary	500,000	-	-	500,000	-	500,000
Bishop Muge Primary	500,000	-	-	-	500,000	-
Kipngeru Primary	500,000	-	-	500,000	500,000	-
Emsos Primary	500,000	-	-	500,000	500,000	-
Chemuswa Primary	500,000	-	-	500,000	-	500,000
Chebilat Primary	500,000	-	-	500,000	500,000	-
Ngechek Primary	500,000	-	-	500,000	-	500,000

*National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Mogogot Primary	500,000	-	-	-	500,000	-	500,000
Cheptarit Primary	500,000	-	-	-	-	-	-
Biribiriet Primary	500,000	-	-	-	500,000	500,000	500,000
Lelmokwo Primary	500,000	-	-	-	500,000	-	-
St. Luke Preparatory- Biribiriet	500,000	-	-	-	500,000	-	500,000
Itigo Primary	500,000	-	-	-	500,000	500,000	-
Kapsile Pry	500,000	-	-	-	500,000	-	500,000
Kamonjil Primary	500,000	-	-	-	500,000	-	500,000
Chepterit Primary	500,000	-	-	-	500,000	500,000	-
Kapkibimbir Primary	500,000	-	-	-	500,000	500,000	-
Kapildil Primary	500,000	-	-	-	500,000	-	500,000
Kariel Primary	500,000	-	-	-	500,000	-	500,000
Kipsasuron Primary	500,000	-	-	-	500,000	500,000	-
Mosoriot Primary	500,000	-	-	-	500,000	-	500,000
Tebeson Primary	500,000	-	-	-	500,000	500,000	-
AIC Baraton Academy	500,000	-	-	-	500,000	-	500,000
Tabongenik Primary	600,000	-	-	-	600,000	-	600,000
Sachangwan Primary	600,000	-	-	-	600,000	600,000	-
Kipkoriony Primary	700,000	-	-	-	700,000	-	700,000
SDA Lelboinet Primary	550,000	-	-	-	550,000	-	550,000
Rongit Primary	900,000	-	-	-	900,000	-	900,000
Olbutenet Primary	500,000	-	-	-	500,000	-	500,000
Hillfarm Primary	800,000	-	-	-	800,000	800,000	-
St. Stephen Kapkurunjo Primary	500,000	-	-	-	500,000	500,000	-
Total	37,250,000	-	-	-	16,100,000	53,350,000	18,450,000
8.0 Secondary schools							

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KechireSecondary		287,750	-	287,750	287,750	287,750
Chemuswa Secondary		287,750	-	287,750	287,750	287,750
St. Canisius sec school-Mateget	-	-	800,000	800,000	800,000	800,000
AIC Tamboiyo secondary			800,000	800,000	800,000	800,000
St theresa the child Jesus-Masaba	-	-	500,000	500,000	500,000	500,000
Kimondi secondary	-	-	800,000	800,000	800,000	800,000
Christ the King secondary	-	-	7,400,000	7,400,000	7,362,250	37,750
Kapsisiywa secondary	-	-	7,400,000	7,400,000	7,362,250	37,750
Saniak Secondary	7,500,000	-	-	7,500,000	7,439,750	60,250
Chemundu Secondary	7,500,000	-	-	7,500,000	7,439,750	60,250
AIC Kechire Secondary	1,500,000	-	-	1,500,000	-	1,500,000
Siksiket Secondary	800,000	-	-	800,000	-	800,000
Kombe Secondary	800,000	-	-	800,000	-	800,000
Aic Sirgoi Day School	13,000,000	-	-	13,000,000	-	13,000,000
Total	31,100,000	575,500	17,700,000	49,375,500	33,079,500	16,296,000
9.0 Tertiary institutions Projects				-		
				-		
10.0 Security Projects				-		
Chesumei DCCs Office		242,000		242,000	-	242,000
Lelmokwo Chiefs Office	-	-	300,000	300,000	300,000	-
Equiping of 8 Chiefs offices	-	-	1,200,000	1,200,000	1,192,000	8,000
Kombe Chief's office	-	-	200,000	200,000	200,000	-
Kiptuiya Chief's office			200,000	200,000	200,000	
Biribiriet Chief's office	-	-	200,000	200,000	200,000	-
Kaptildil Chief's office	-	-	200,000	200,000	200,000	-

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Itigo Chief's office	-	-	200,000	200,000	-	-
Kokwet Chiefs Office	700,000	-	700,000	700,000	-	-
Chepterit Assistant County Commissioner's Office	1,000,000	-	1,000,000	1,000,000	-	-
Kosirai Division Assistant County Commissioner's office	1,000,000	-	1,000,000	1,000,000	-	-
Kapngetuny Chiefs Office	2,500,000	-	2,500,000	-	-	2,500,000
Kiptuiya Police Post	1,000,000	-	1,000,000	1,000,000	-	-
Kaptel Police Post	1,400,000	-	1,400,000	1,400,000	-	-
Kapkuto Assistant Chief's Office	400,000	-	400,000	400,000	-	-
Kipkoriony - Biribiriet Access rd	-	500,000	500,000	-	-	500,000
Kipkongorwo Assistant Chief's Office	500,000	-	500,000	500,000	-	-
Total	8,500,000	242,000	3,000,000	11,742,000	8,492,000	3,250,000
11.0 Acquisition of assets						
11.1 NG-CDFC Motor cycle	-	350,000	-	350,000	290,257	59,743
11.2 Construction of CDF office	-	31,175	-	31,175	-	31,175
11.3 Purchase of furniture and equipment	-	67,700	-	67,700	-	67,700
11.4 Purchase of computers	-	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-	-
Sub-total	-	448,875	-	448,875	290,257	158,618
12.0 Others						
12.1 Strategic Plan	-	20,450	-	20,450	-	20,450

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Sub-total	-	20,450	-	20,450	-	20,450
Grant Total	137,088,879	6,572,164	71,567,724	215,228,767	118,126,857	97,101,910

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Chesumei 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.

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

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External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

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 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 (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition

of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 20 June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

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 2021.

14. Errors

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

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

15. Related Party Transactions

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

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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
B047209	1		55,040,875
AIE NO:B047389	2		4,000,000
AIE NO:B041453	3		20,000,000
AIE NO: B047871	4		6,000,000
AIE NO:B049248	5		14,000,000
AIE NO:B104262	6		15,000,000
AIE NO:B096548	7		9,000,000
AIE NO:B096870	1	1,700,000	
AIE NO:B096941	2	15,000,000	
AIE NO:B104552	3	500,000	
AIE NO:B104590	4	19,000,000	
AIE NO:A823501	5	34,167,724	
AIE NO:B124503	6	9,000,000	
AIE NO:B124834	7	1,200,000	
AIE NO:B124013	8	8,500,000	
AIE NO:B119768	9	12,000,000	
AIE NO:B128059	10	6,900,000	
AIE NO:B128369	11	7,000,000	
AIE NO:B132114	12	6,000,000	
AIE NO:B126077	13	7,000,000	
AIE NO:B126367	14	11,600,000	
AIE NO:B140513	15	12,000,000	
AIE NO:B138782	16	12,000,000	
TOTAL		163,567,724	123,040,876

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Total	0	0

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	0	0
Hire of plant/equipment/facilities	0	0
Unutilized funds from PMCs	0	0
Other Receipts Not Classified Elsewhere	0	0
Total	0	0

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,914,190	1,846,092
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	628,971	177,104
Employer Contributions Compulsory national social security schemes	-	-
	-	-
Total	3,543,161	2,023,196

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	0	3,111,200
Utilities, supplies and services	0	0
Communication, supplies and services	0	0
Domestic travel and subsistence	0	0
Printing, advertising and information supplies & services	0	0
Rentals of produced assets	0	125,000
Training expenses	1,294,000	800,000
Hospitality supplies and services	0	0
Other committee expenses	0	0
Committee allowance	3,831,600	0
Insurance costs	0	0
Specialized materials and services	0	0
Office and general supplies and services	1,468,335	1,784,387
Fuel, oils and lubricants	800,000	900,000
Other operating expenses	17,009	670,538
Routine maintenance – vehicles and other transport equipment	842,469	374,801
Routine maintenance – other assets	0	0
Total	8,293,413	7,765,926

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	34,900,000	41,100,000
Transfers to secondary schools (see attached list)	33,079,500	41,974,500
Transfers to tertiary institutions (see attached list)		0
TOTAL	67,979,500	83,074,500

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	4,902,104	19,259,132
Bursary – tertiary institutions (see attached list)	14,226,688	-
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	1,779,000	1,008,000
Security projects (see attached list)	8,492,000	4,427,027
Sports projects (see attached list)	2,538,160	2,697,800
Environment projects (see attached list)	2,351,900	900,000
Emergency projects (see attached list)	3,730,674	5,697,500
Total	38,020,526	33,989,459

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	290,257	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	859,700
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	290,257	859,700

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	0	0
ICT Hub	0	0
	0	0

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>Equity Bank, Kapsabet A/C No. 049261189435</i>	52,013,031	6,572,164
Total	52,013,031	6,572,164
10B: CASH IN HAND		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>specify</i>)	0	0
	0	0
Total	0	0

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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>	N/A	0	0	0
<i>Total</i>				0

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	0	0
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30 th June D= A+B-C	0	0

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	628,971	-
Gratuity paid during the Year (C)	628,971	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	6,572,164	12,154,069
Cash in hand	0	0
Imprest	0	0
Total	6,572,164	12,154,069

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	0	0	0
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others (<i>specify</i>)	0	0	0
TOTAL	0	0	0

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2019 - 2020
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	0	910,000
Deposit and Retentions held during the year (B)	0	-
Deposit and Retentions paid during the Year (C)	0	910,000
closing account receivables D= A+B-C	0	0

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
	0	0

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	0	0
Others (<i>specify</i>)	0	0
	0	0

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	1,613,493	2,981,321
Use of goods and services	6,234,612	5,212,462
Amounts due to other Government entities (see attached list)	34,746,000	34,375,500
Amounts due to other grants and other transfers (see attached list)	54,328,737	35,101,280
Acquisition of assets	158,618	448,875
Others (<i>strategic plan</i>)	20,450	20,450
	97,101,910	78,139,888

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	4,933,871	26,272,003
	4,933,871	26,272,003

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	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				

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		1,613,493	2,981,321	
Use of goods & services		6,234,612	5,212,462	
Amounts due to other Government entities				
Primary projects				
Saniak primary		-	500,000	
Kapkemel primary		-	800,000	
Chebilat primary		-	500,000	
AIC Kamoiwo academy		-	800,000	
Chepsogor primary		-	600,000	
Kipngeru primary		-	500,000	
Tangaton primary		-	500,000	
Kipsirwo primary		-	800,000	
Kapserton primary		-	800,000	
Chepsui primary		-	800,000	
Chebil primary		-	500,000	
Kechire primary		-	500,000	
Mwein primary		-	800,000	
Kokwet primary		-	500,000	
Chomisia primary		-	500,000	
kipchabo primary		-	500,000	
AGC Ngeny primary		-	800,000	

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Kipkongorwo primary				500,000
SDA Kapkonjusmo primary			-	800,000
AIC Sirgoi academy			-	800,000
Cheptarit primary			-	500,000
Malel primary			-	500,000
Kapnyemisa primary			-	500,000
Kaptien gaa primary			-	800,000
AIC nduroto primary			-	800,000
Kipshorori Fry			-	200,000
Kapgingich Primary		800,000		-
Sironoi SDA Primary		800,000		-
Masaba - Chepsogor Primary		800,000		-
SDA Kamojywa Academy		1,600,000		-
Nangoi Primary		1,000,000		-
Siksiket Primary		500,000		-
Amal Primary		500,000		-
Chemundu Primary		700,000		-
Kombe Primary		500,000		-
Kaptel Primary		500,000		-
Ngatatia Primary		500,000		-
Kapkuto Primary		500,000		-
Sironoi Primary		500,000		-
Chemuswa Primary		500,000		-
Ngechek Primary		500,000		-
Mogoget Primary		500,000		-
Cheptarit Primary		500,000		-

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Lelmokwo Primary		500,000	-
St. Luke Preparatory- Biribiriet		500,000	-
Kapsile Fry		500,000	-
Kamonjil Primary		500,000	-
Kaptildil Primary		500,000	-
Karlei Primary		500,000	-
Mosoriot Primary		500,000	-
AIC Baraton Academy		500,000	-
Tabongenik Primary		600,000	-
Kipkoriony Primary		700,000	-
SDA Lelboinet Primary		550,000	-
Rongit Primary		900,000	-
Olbutenet Primary		500,000	-
Secondary projects			
KechireSecondary		-	287,750
Chemuswa Secondary		-	287,750
St. Canisius sec school.-Mateget		-	800,000
AIC Tamboyo secondary		-	800,000
St theresa the child Jesus-Masaba		-	500,000
Kimondi secondary		-	800,000
Christ the King secondary		37,750	7,400,000
Kapsisiywa secondary		37,750	7,400,000
Saniak Secondary		60,250	-
Chemundu Secondary		60,250	-
AIC Kechire Secondary		1,500,000	-
Siksiket Secondary		800,000	-

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Kombe Secondary			800,000		
Aic Sirgoi Day School			13,000,000	-	
	Sub-Total		34,746,000	34,375,500	
Amounts due to other grants and other transfers					
Security Projects					
Chesumei DCCs Office			242,000	242,000	
Ielmokwo Chiefs Office			-	300,000	
Equiping of 8 Chiefs offices			8,000	1,200,000	
Kombe Chief's office			-	200,000	
Kiptuiya Chief's office			-	200,000	
Biribriet Chief's office			-	200,000	
Kaptildil Chief's office			-	200,000	
Itigo Chief's office			-	200,000	
Kokwet Chiefs Office			-	-	
Cheperit Assistant County Commissioner's Office			-	-	
Kosirai Division Assistant County Commissioner's office			-	-	
Kapngetuny Chiefs Office			2,500,000	-	
Kiptuiya Police Post			-	-	
Kaptel Police Post			-	-	
Kapkuto Assistant Chief's Office			-	-	
Kipkoriony - Biribriet Access rd			500,000	500,000	
Kipkongorwo Assistant Chief's Office			-	-	
Emergency			10,401,082	6,939,549	
Bursary and Social Security					
4.1 Secondary Schools			18,845,257	3,747,361	

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4.2 Tertiary Institutions		14,472,569	14,427,037
4.3 Social Security		3,213,000	1,992,000
4.4 Special Needs		-	-
Sports		1,848,729	1,703,333
Environment			
Chesumei NG-CDF Office		-	350,000
Kosirai Chiefs Office		-	100,000
St. Stephen Kapkurunjo Fry		-	100,000
SDA Sironoi Fry		-	100,000
Amai Primary		-	100,000
Samoo Primary		-	100,000
Fr. Khun Primary		-	100,000
Nangoi Primary		-	100,000
Kapkitara Primary		100,000	100,000
Siksiket Primary		100,000	100,000
Tuigoin Primary		100,000	100,000
Mogoget Primary		100,000	100,000
Chesumei NG-CDF Office		148,100	250,000
Kamoiwo Chief's Office		75,000	75,000
Kiptuiya Chief's		75,000	75,000
Tuiyobei Primary		-	100,000
Mwein Primary		-	100,000
Lelmokwo Primary		-	100,000
Ngechek Primary		-	100,000
Kamonjil Primary		-	100,000
Kapkechui Primary		-	100,000

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Kamurguywo Primary	-	100,000	-	-
AIC Saniak Academy	-	300,000	-	-
ACK Olmetuny Primary	-	100,000	-	-
AIC Biri biriet Primary	-	100,000	-	-
Kipchunu Primary	100,000	-	-	-
Mutwot Primary	100,000	-	-	-
Tironin Primary	100,000	-	-	-
Tuloi Primary	100,000	-	-	-
Kaptoroi Primary	100,000	-	-	-
SDA Birei Primary	100,000	-	-	-
Kiptuiya Primary	100,000	-	-	-
Fr. Toror Primary	100,000	-	-	-
Chemuswa Primary	100,000	-	-	-
Aic Kaptel Academy	100,000	-	-	-
Chemare Primary	100,000	-	-	-
Chepketei Primary	100,000	-	-	-
Kingwal Primary	100,000	-	-	-
Kapkechui Primary	100,000	-	-	-
Simotwet Primary	100,000	-	-	-
Baraton Primary	100,000	-	-	-
Sub-Total	54,328,737	35,101,280		
Acquisition of assets				
11.1 NG-CDFC Motor cycle	59,743	350,000		
11.2 Construction of CDF office	31,175	31,175		
11.3 Purchase of furniture and equipment	67,700	67,700		
11.4 Purchase of computers	-	-		

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11.5 Purchase of land		-	-
Others (specify)			
12.1 Strategic Plan	20,450	20,450	
Sub-Total	179,068	469,325	
Funds pending approval	-	-	
Grand Total	97,101,910	78,139,888	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	0	0	0	0
Buildings and structures	10,844,489	0	0	10,844,489
Transport equipment	5,750,000	290,257	0	6,040,257
Office equipment, furniture and fittings	1,332,700	0	0	1,332,700
ICT Equipment, Software and Other ICT Assets	792,800	0	0	792,800
Other Machinery and Equipment	273,000	0	0	273,000
Heritage and cultural assets	0	0	0	0
Intangible assets	0	0	0	0
Total	19,002,989	290,257	0	19,293,246

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

PROJECT NAME	BANK	ACCOUNT NUMBER	BALANCE AS AT 30TH JUNE 2021	BALANCE AS AT 30TH JUNE 2020
AGC NGENY PRY SCHOOL	CO-OP	01139328889001	140,574	
AIC SIRGOI MODERN DAY SEC	CO-OP	01139327006200	1,980	
CHEPSOGOR PRY	CO-OP	01139326207700	3,077	
CHEPSUI PRY	CO-OP	01139327212400	18,350	
FR KIUUN PRY	CO-OP	01139326214400	4,273	
KAPKECHUI SEC	CO-OP	01139325972802	781	
KAPTIEN GAA PRY	CO-OP	01139329342900	30,873	
KAPTOBONGEN PRY	CO-OP	01139329211500	504,187	
KIPCHAPO PRY	CO-OP	01139329469500	1,850	
SDA KAPKONJUSMO PRY	CO-OP	01139441166600	284,899	
ST CANISCIUS MATEGET HIGH SCHOOL	CO-OP	01139328444701	80,806	
CHOMISIA PRY	EQUITY	0490291729331	1,112	
ACK OLMETUNY PRY	EQUITY	0490299733714	2,942	
AIC KAMOYWO	EQUITY	0490279291475	17	
AIC TAMBOIYO	EQUITY	0490194138534	0	
AMAI PRY ACHOOOL	EQUITY	0490270178571	9,780	
BIRIBIRIET CHIEFS OFFICE	EQUITY	04902702618775	257	
CHEMUNDU PRY	EQUITY	0490299848778	179,495	
CHEPTERT ACC IOFFICE	EQUITY	0490279896202	134,336	
EMSOS PRY	EQUITY	0490298583265	40,153.50	
KAMONJIL PRY	EQUITY	0490299052972	657	
KAMURGUYWO PRY	EQUITY	0490299789145	502,298.70	
KAMURGUYWO SEC	EQUITY	049029950672	39,880	
KAPKECHUI PRY	EQUITY	0490266780056	5,362	
KAPKIBIMBIMBIR PRY	EQUITY	0490298503660	373	
KAPNYEMISA PRY	EQUITY	0490272019474	102,359	
KAPSERTOI PRY	EQUITY	0490272370271	2,237	
KAPTEL POLICE POST	EQUITY	0490280802714	4,410	
KAPTILDIL CHIEFS OFFICE	EQUITY	0490194390245	46,107.20	
KAPTOROI	EQUITY	0490298405595	11,942.50	
KAPYAGAN PRY	EQUITY	0490299579736	500,215	
KARLEL PRY	EQUITY	0490297424264	100	

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KIPKONGORWO ASST CHIEFS OFFICE	EQUITY	0490193973716	53,182.15
KIPTUIYA CHIEFS OFFICE	EQUITY	0490270070685	192.05
KOMBE CHIEFS OFFICE	EQUITY	0490194238830	2300.5
KOSIRAI ACC'S OFFICE	EQUITY	04902722383271	645
LELMOKWO PRY	EQUITY	0490277662205	2,806.75
NAMGOI PRY	EQUITY	0490297349175	10,630.50
SAMOO PRY	EQUITY	0490299787196	1,261
SDA SIRONOI PRY	EQUITY	0490264748200	535
SIKSIKET PRY	EQUITY	0490269996421	1,487
SIMATWET PRY	EQUITY	0490261519344	5,858
ST STEPHEN KAPKURUNJO PRY	EQUITY	04902297419299	500,513.50
TANGATON PRY	EQUITY	0490299482631	1,310
TILALWO PRY	EQUITY	0490270286813	13,389
TUIYOBEI PRY	EQUITY	0490262106496	89
AIC SIRGOI PRY	EQUITY	0490279268519	4,495
AIC NDUROTO PRUY	KCB	1137380179	50,712
BELEKENYA PRY	KCB	1137278196	478,965
CHEPTIGOK PRY	KCB	1136977317	346,475
KOKWET CHIEFS OFFICE	KCB	1238884849	3,356.85
AIC BARATON ACADEMY	NATIONAL	2455697201	26,199
AIC SANIAK ACADEMY	NATIONAL	01024056800500	1,795
CHEBIL PRY	NATIONAL	01024056774100	2,084
CHEBILAT PRY	NATIONAL	01024056758500	6,852
CHEPTARIT PRY	NATIONAL	01022065032000	1,392
KABILO PRY	NATIONAL	01022235663900	315,940
KAPKOBIS PRY	NATIONAL	01024555721001	294,495
KAPTEL PRY	NATIONAL	2455546701	9,650
KIPNG'ERU PRY	NATIONAL	01024055749701	754
KIPSIRWA PRY	NATIONAL	01024056759000	20,816
MALEL PRY	NATIONAL	01022231127900	3,550
MASABA PRY	NATIONAL	01024055749901	80,901
MWEIN PRY	NATIONAL	2455930101	40,164
NDONYONGARIA PRY	NATIONAL	01024028056901	1,245
			4,933,871

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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 and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Unsupported PMC-Account Balances	The Project Management Committees' (PMCs) account balances as at 30th June 2019 are supported by the bank statements. However, going forward we have advised the PMCs to prepare bank reconciliation statements so as to properly support the balances. Our office staff will play a key role in assisting the PMCs who may be having challenges in preparing the bank reconciliation statements.	Harun Chebii- FAM	Resolved
2.0	Unsupported Land Ownership	Indeed the NG-CDF committee disbursed Ksh 1,500,000 for the purchase of two parcels of land for two primary schools-i.e Tuigoin Primary (Ksh 800,000) and Tironin Primary (Ksh 700,000). The two (2) parcels of land are yet to be transferred to the benefiting schools because the same have to go through succession process.	Harun Chebii- FAM, M. Munai- NGCDFC Chair	Not Resolved
3.0	Project Implementation Report	Indeed there are a few projects which are still incomplete and on-going as observed by the audit team. The NG-CDF Committee has allocated additional funding to the affected projects and we expect the same to be completed within the current financial year.	Harun Chebii- FAM, M. Munai- NGCDFC Chair	Resolved