REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY
PAPERS LAID
DATE: 17 SEP 2019
TABLED
TUESDAY
MAJORITY LEADER

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND AINAMOI CONSTITUENCY

FOR THE YEAR ENDED 30 JUNE 2018

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND AINAMOI 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)

KENYA NATIONAL AUDIT OFFICE
SOUTH RIFT HUB
25 APR 2019
RECEIVED
P.O. Box 1050-20100 NAKURU

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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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

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 GILGIL 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	Caroline Cheres
3.	Sub-County Accountant	Jackline Chepkemoi
4.	Chairman NGCDFC	Christopher Mibei
5.	Member NGCDFC	Violah Cherotich

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF AINAMOI Constituency Headquarters

P.O. BOX 470
ARK PLAZA
KAPSOIT MARKET
KERICHO, KENYA

(f) NGCDF AINAMOI Constituency Contacts

Telephone: (254) 715307740
E-mail: cdfainamoi@ngcdf.go.ke
Website: www.go.ke

(g) NGCDF AINAMOI Constituency Bankers

1. Kenya Commercial Bank (specify the constituency account banker details)

Kenya Commercial Bank
Kericho Branch
P.O Box 43-20200 Kericho

(h) Independent Auditors

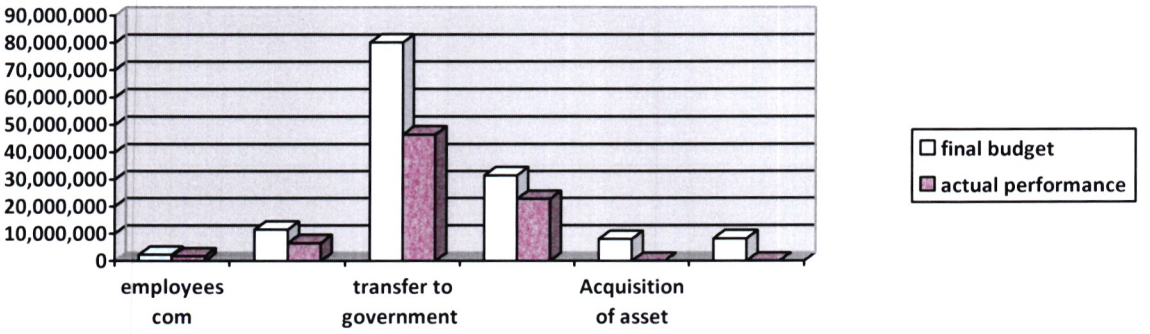
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

(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 CHAIRMAN NGCDF COMMITTEE

National Government Constituency Development Fund Ainamoi in the financial year 2017/2018 was allocated kshs 98,189,655.16 by the NG-CDF board. During the financial year, kshs 82,853,447.10 was disbursed to the constituency by end of June 2017 out of which kshs 39,448,275.10 was for last financial year 2016/17. Kshs 56,284,483.16 was pending at NGCDFB at end of June 2018 out of which kshs 1,500,000 was for two projects declined by NGCDFB for FY 2016/17 and the other amount was for FY 2017/18. The funds were disbursed by the CDFC immediately upon receipt. Projects funded during the financial year are at various stages of completion as implemented by the project management committees. The FY 2017/18 was a challenging year due to election which in our view affected our performance and also the NGCDFC was new in office. The CDFC have developed criteria where PMC cheques are deposit direct to the respective accounts. This has reduced the time of delivering cheques to PMCs and delays by PMCs to deposit the cheques in their Accounts.



chebigen sec school girls dorm; 12 cubes @accommodating 8 students; constructed at cost of kshs 4.2 M.

We appreciate all the work done by all the parties to ensure development was accomplished in our constituency. Hope the financial year 2018/2019 will experience better performance.

Sign

CHAIRMAN NGCDF COMMITTEE

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

Fund Account Manager
Name: Caroline Cheres

Sub-County Accountant
Name: Jeckline Chepkemoi
ICPAK Member Number:

REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
E-Mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke

P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Ainamoi Constituency set out on pages 6 to 23, which comprise the statement of assets and liabilities as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies 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, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Ainamoi Constituency as at 30 June, 2018, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act 2015.

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

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(s) 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

Incomplete and Unutilized Projects

The project implementation status report dated February, 2019 shows that Ainamoi CDF remitted Kshs.3,300,000 for 7 Nos. water projects and Kshs.2,800,000 for 6 Nos. agriculture projects and Kshs.2,500,000 to the Ainamoi Polytechnic in the constituency as shown in the table below:

Project	No. of Projects	Amount (Kshs)	Status
Water Projects	7	3,300,000	Incomplete
Agriculture	6	2,800,000	Incomplete
Village Polytechnic	1	2,500,000	Complete
	14	**8,600,000**	

As previously reported, physical verification of the projects conducted on 4 April 2019 revealed that the water and agriculture projects are incomplete, and require more funds to be completed, while the Polytechnic was complete but was not in use. However, according to the Constitution and the CDF Act, 2015, agriculture services, water and sanitation services and village polytechnics are devolved functions of County Government. Although the National Government –CDF Board issued a circular reference CDF BOARD/CIRCULARS VOL.II (121) of 7 April, 2017 to National Government –CDFs expressing the intention to complete such projects, no action had been taken as at the time of audit. In the circumstance, the continued delay in completing and handing over the projects to the county government implies that the funds spent on them may go to waste.

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 governance were not effective.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards require that I plan and perform the audit to obtain assurance about whether 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 maintaining effective internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

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

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 entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit 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.

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is

higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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

08 August 2019

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

IV. \STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2017-2018	2016 - 2017
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	82,853,447	94,616,528
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	
TOTAL RECEIPTS		**82,853,447**	**94,616,528**
PAYMENTS			
Compensation of employees	4	1,724,742	2,757,840
Use of goods and services	5	6,548,951	8,546,195
Transfers to Other Government Units	6	46,448,532	69,345,586
Other grants and transfers	7	22,715,086	47,304,531
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		**77,437,311**	**127,954,152**
SURPLUS/DEFICIT		**5,416,136**	**(33,337,624)**

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

Fund Account Manager
Name: Caroline Cheres

Sub-County Accountant
Name: Jeckline Chepkemoi
ICPAK Member Number:

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	7,901,722	2,485,586
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		**7,901,722**	**2,485,586**
Current Receivables -Outstanding Imprests	11	-	
TOTAL FINANCIAL ASSETS		**7,901,722**	**2,485,586**
FINANCIAL LIABILITIES			
Account payable- retention	12	-	-
NET FINANCIAL ASSETS		**7,901,722**	**2,485,586**
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	2,485,586	35,823,210
Surplus/Defict for the year		5,416,136	(33,337,624)
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		**7,901,722**	**2,485,586**

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

Fund Account Manager
Name: Caroline Cheres

Sub-County Accountant
Name: Jeckline Chepkemoi
ICPAK Member Number:

VI. STATEMENT OF CASHFLOW

Receipts for operating income		2017 - 2018	2016 - 2017
Transfers from CDF Board	1	82,853,447	94,616,528
Other Receipts	3	-	-
		82,853,447	94,616,528
Payments for operating expenses			
Compensation of Employees	4	1,724,742	2,757,840
Use of goods and services	5	6,548,951	8,546,195
Transfers to Other Government Units	6	46,448,532	69,345,586
Other grants and transfers	7	22,715,086	47,304,531
Other Payments	9	-	-
		77,437,311	127,954,152
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		5,416,136	(33,337,624)
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		5,416,136	(33,337,624)
Cash and cash equivalent at BEGINNING of the year	13	2,485,586	35,823,210
Cash and cash equivalent at END of the year		7,901,722	2,485,586

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

_____
Fund Account Manager
Name: Caroline Cheres

_____
Sub-County Accountant
Name: Jeckline Chepkemoi
ICPAK Member Number:

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	86,810,345	54,813,171	141,623,516	85,339,033	56,284,483	60%
Proceeds from Sale of Assets				-	-	
Other Receipts	-			-	-	
TOTAL	**86,810,345**	**54,813,171**	**141,623,516**	**85,339,033**	**56,284,483**	60%
PAYMENTS						
Compensation of Employees	1,500,000	783,462	2,283,462	1,724,742	558,720	76%
Use of goods and services	6,312,930	5,211,892	11,524,822	6,548,951	4,975,871	57%
Transfers to Other Government Units	32,000,000	48,120,355	80,120,355	46,448,532	33,671,823	58%
Other grants and transfers	30,820,388	697,462	31,517,849	22,715,086	8,802,764	72%
Acquisition of Assets	8,000,000	-	8,000,000	-	8,000,000	0%
Other Payments	8,177,027	-	8,177,027	-	8,177,027	0%
TOTAL	**86,810,345**	**54,813,171**	**141,623,516**	**77,437,311**	**64,186,205**	54%

Underutilization of fund

i. There was underutilization of fund overall; compensation of employees 76%, use of goods 57%,transfers to government units 58%, other grants and transfer 72%, and 0% for both acquisition of asset and other payment . This resulted from amount pending from NGCDFB as at the end of June 2018 amounting to kshs 56,284,483 The overall performance was affected by last

year general election where proposal for 2017/18 were submitted on February 2018 and first funding received on April 2018 and AIE received on May 2018.

ii. The adjustment column includes; cash book opening balance of kshs 2,485,586, kshs 40,948,275 for last F/Y and kshs 11,379,310 supplementary budget for 2017/18.

iii. The amount in other payment budget is the amount for strategic plan and ICT hub

iv. The amount in acquisition of asset budget is the amount for construction of NGCDF office.

The NGCDF-AINAMOI Constituency financial statements were approved on 13/9/1 2018 and signed by:

Fund Account Manager
Name: Caroline Cheres

Sub-County Accountant
Name: Jeckline Chepkemoi
ICPAK Member Number:

FUND ACCOUNT MANAGER
AINAMOI NG-CDF
P. O. BOX 470, KERICHO

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-AINAMOI Constituency The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

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

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

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

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Funds

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

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.

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017-2018	2016-2017
		Kshs	Kshs
Normal Allocation	A855753	5,500,000	53,168,251
	A892691	39,448,275	4,094,827
	A896791	37,905,172	36,853,449
			500,000
TOTAL		**82,853,447**	**94,616,527**

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	-	-

3. OTHER RECEPTS

Description		2017-2018	2016-2017
		Kshs	Kshs
Interest Received		-	-
Rents		-	-
Interest Received		-	-
Other Receipts Not Classified Elsewhere (specify)		-	-
Total		-	-

4. COMPENSATION OF EMPLOYEES

Description		2017-2018	2016-2017
		Kshs	Kshs
Basic wages of contractual employees		1,295,728.00	2,642,640.00
Basic wages of casual labour		-	-
Personal allowances paid as part of salary		-	-
House allowance		-	-
Transport allowance		-	-
Leave allowance		-	-
Other personnel payments		-	-
Employer contribution to NSSF		40,460.00	115,200.00
gratuity		388,554.00	-
Total		**1,724,742.00**	**2,757,840.00**

5. USE OF GOODS AND SERVICES

Description		2017-2018	2016-2017
		Kshs	Kshs
Utilities, supplies and services		35,960.00	287,129.00
Office rent		-	-
Communication, supplies and services		50,000.00	185,000.00
Domestic travel and subsistence		151,900.00	57,900.00
Printing, advertising and information supplies & services		-	6,095.00
Rentals of produced assets		-	-
Training expenses		1,263,500.00	742,500.00
Hospitality supplies and services		-	25,937.00
Other commitee expenses			
Commitee allowance		3,787,790.00	5,032,400.00
Insurance costs		182,155.00	255,084.00
Specialised materials and services		-	-
Office and general supplies and services		218,099.00	113,120.00
Fuel ,oil & lubricants		-	-
Other operating expenses		424,000.00	793,000.00
Routine maintenance – vehicles and other transport equipment		435,547.00	1,048,030.00
Routine maintenance – other assets		-	-
		-	-
Total		**6,548,951.00**	**8,546,195.00**

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description		2017-2018	2016-2017
		Kshs	Kshs
Transfers to primary schools		36,550,000	44,331,000
Transfers to secondary schools		9,600,000	9,860,000
Transfers to Tertiary institutions		-	12,000,000
Transfers to Health institutions		298,532	3,154,586
TOTAL		**46,448,532**	**69,345,586**

7. OTHER GRANTS AND OTHER PAYMENTS

Description		2017-2018	2016-2017
		Kshs	Kshs
Bursary -Secondary		13,298,386.00	21,544,475.00
Bursary -Tertiary		7,416,700.00	15,160,056.00
Bursary-Special schools		-	173,000.00
Mocks & CAT		-	-
water		-	-
Agriculture (food security)		-	300,000.00
Electricity projects		-	-
Security		500,000.00	2,700,000.00
Roads		-	-
Sports		150,000.00	1,217,000.00
Other capital grants and transfer		-	-
Emergency Projects (specify)		1,350,000.00	6,210,000.00
Total		**22,715,086.00**	**47,304,531.00**

8. ACQUISITION OF ASSETS

Non Financial Assets		**2017-2018**	**2016-2017**
		Kshs	**Kshs**
Purchase of Buildings		-	-
Construction of Buildings		-	-
Refurbishment of Buildings		-	-
Purchase of Vehicles		-	-
Purchase of Bicycles & Motorcycles		-	-
Overhaul of Vehicles		-	-
Purchase of office furniture and fittings		-	-
Purchase of computers ,printers and other IT equipments		-	-
Purchase of photocopier		-	-
Purchase of other office equipments		-	-
Purchase of soft ware		-	-
Acquisition of Land		-	-
Total		-	-

9. OTHER PAYMENTS

	2017-2018	2016-2017
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
TIVET	-	-
	-	-

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency		2017-2018	2016-2017
	Account Number	Kshs (30/6/2018)	Kshs (30/6/2017)
KCB - kericho Branch Account no. 1103615831	1103615831	7,901,722.10	2,485,586.00
		-	-
		-	-
Total		**7,901,722.10**	**2,485,586.00**
10B: CASH IN HAND)			
		2017-2018	2016-2017
		Kshs (30/6/2018)	Kshs (30/6/2017)
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-
Total		-	-

11: OUTSTANDING IMPRESTS

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

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

12RETENTION

	2017 - 2018 Kshs	2016-2017 Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

[Provide short appropriate explanations as necessary

13. BALANCES BROUGHT FORWARD

		2017-2018	2016 - 2017
		Kshs (1//7/2017)	Kshs (1//7/2016)
Bank accounts		2,485,586.00	35,823,210.10
Cash in hand		-	-
Imprest			
Total		**2,485,586.00**	**35,823,210.10**

[Provide short appropriate explanations as necessary]

NOTES TO THE FINANCIAL STATEMENTS (Continued

14. PRIOR YEAR ADJUSTMENTS

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

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (*specify*)	-	-
	-	-

15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs	Kshs
Compensation of employees	558,720	783,462
Use of goods and services	4,975,871	4,188,547.29
Amounts due to other Government entities (see attached list)	33,671,823	39,333,355.55
Amounts due to other grants and other transfers (see attached list)	8,802,764	(871,503.40)
Acquisition of assets	8,000,000	0
Others (*specify*)	8,177,027	0
	64,186,205	43,433,861.44

15.4: PMC account balances (See Annex 5)

	2017- 2018	2016-2017
	Kshs	Kshs
PMC account Balances (see attached list)	29,981,664.23	8,018,598

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 2014	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						

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 2014	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							

ANNEX 3 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance 2017/18	Outstanding Balance 2016/17	Comments
Compensation of employees		558,720	783,462	
Use of goods & services		4,975,871	4,188,547	
Amounts due to other Government entities		33,671,823	39,333,356	
mogoiywet pry school	purchase of land 0.5 acres and construction of one classroom	1,000,000.00		
kaptoroi pry school	purchase of land 0.5 acres and construction of one classroom(	1,000,000.00		
barsaiyan pry school	purchase of land 0.5 acres and construction of one classroom	1,000,000.00		
cheplil pry school	construction of one classroom	500,000.00		
bagao pry school	construction of one classroom	500,000.00		
kipsotet pry school	purchase of land 0.5 acres and construction of one classroom	1,000,000.00		
sebetet pry school	construction of one classroom	500,000.00		
cheplel pry school	construction of two classrooms	1,000,000.00		
lamaiyat pry sch	purchase of land 1 acre	1,000,000.00		
koigaron pry	construction of one classroom	500,000.00		
kapkiam pry	construction of one classroom	500,000.00		
Kipsigori baraka pry school	construction of one classroom	500,000.00		
ngecherok pry school	purchase of land 0.5acres	1,000,000.00		
manyoror pry school	completion of two classroom	677,000.00		
Kamasian Pry Sch	construction of one classroom	500,000.00		
Torsogek pry school	Completion of classroom	780,000		
Queentete pry school	Completion of classroom	100,000		
chepkoiyo secondary school	completion of lab	1,000,000.00		
Chemugusu pry school	Purchase of land	600,000		
Ngorokaa pry	Purchase of land	1000,000		
Koisagat pry	Purchase of land	500,000		
laliat secondary school	completion of twin lab	800,000.00		

Name	Brief Transaction Description	Outstanding Balance 2017/18	Outstanding Balance 2016/17	Comments
poiywek secondaryschool	construction of twin lab	1,000,000.00		
kenegut day sec school	completion of twin lab	1,000,000.00		
ketitui secondary school	completion of twin lab	1,000,000.00		
buchenge sec school	completion of twin lab	1,000,000.00		
kapkiam sec school	completion of twin lab	1,000,000.00		
kaboloin sec school	completion of twin lab	1,000,000.00		
motobo sec school	completion of twin lab	1,000,000.00		
kipchimchim sec school	refurbishment of multipurpose hall	1,500,000.00		
kapsoit sec school	completion of Administration block	600,000.00		
township sec school	completion of single lab	1,000,000.00		
Chebigen Sec School	purchase of school bus 51 seater	7,110,000.00		
Kapngetuny Sec School	completion of two classroom	500,000.00		
Sub-Total		33,670,000		
Amounts due to other grants and other transfers		8,802,764	(871,503)	
EMERGENCY reserves		3,352,000		
Environment		800,000		
Sport		1,500,000		
kenegut chief office	completion of office	500,000		
kibchebor AP camp	completion of residential house	500,000		
ainamoi ASC	Completion of cell and construction of toilet	600,000		
kapsoit chief office	renovation of chief office	300,000		
kapsaos chief office	construction of toilet	250,000		

Name	Brief Transaction Description	Outstanding Balance 2017/18	Outstanding Balance 2016/17	Comments
kericho AP camp	completion of residential house	500,000		
Kericho East Sub County Commissioner Office	purchase of office furniture's	500,000		
Sub-Total		8,802,000		
Sub-Total				
Acquisition of assets			0	
NCDFC OFFICE		8,000,000		
Others (*specify*)			0	
ICT HUB		4,677,027		
STRATEGIC PLAN		3,500,000		
Sub-Total		8,177,027		
Grand Total				

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	6,479,510.00			6,479,510.00
Office equipment, furniture and fittings	279,000.00			279,000.00
ICT Equipment, Software and Other ICT Assets	268,000.00			268,000.00
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	**7,026,510.00**			**7,026,510.00**

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

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
KIPTEGAN PRI. SCHOOL	KCB	1149439246	100,644.85	
KERICHO BOYS BOARDING	KCB	1207367036	635	
KEONGO PRI. SCHOOL	KCB	1202922384	289,025. 00	4,385
SAMARIA PRI. SCHOOL	KCB	1120147018	861,390.75	
KETIPYESE PRI. SCHOOL	KCB	1153816954	962,570.50	
ARORWET CHERIBO PRI. SCHOOL	KCB	1150676070	861,977.80	
KAPNGETUNY PRI. SCHOOL	KCB	1208139113	28,904.50	
CHEPKURBET PRI. SCHOOL	KCB	1184139113	890530	144,945
KAPCHEPTOROR PRI. SCHOOL	KCB	1177269570	502153.95	
CHEBIGEN B PRI. SCHOOL	KCB	1225444187	859050	
MERTO PRI SCHOOL	KCB	1202988555	860985	
LEMEIYWET PRI. SCHOOL	KCB	1172276161	859375	930
KIPKWES PRIMARY SCHOOL	KCB	1144706548	861503.6	
MULKELWET PRI. SCHOOL	KCB	1153507595	860379.4	1631.10
SINENDET PRI. SCHOOL	KCB	1202530001	861969	3,364
CHEPKOIYO PRI. SCHOOL	KCB	1204431663	664660.5	
TABAIN PRI. SCHOOL	KCB	1225165881	859350	
NGENYBARE PRI. SCHOOL	KCB	1134434456	500111.65	176.65
MANYOROR SEC SCHOOL	KCB	1121891225	3843	5238.00
MASO SEC SCH.	KCB	1153557495	304300	
KEONGO SEC SCHOOL	KCB	1109393539	290	1,685
CHEBIGEN SEC SCHOOL	KCB	1116107465	7895	
SUMEIYON SEC SCHOOL	KCB	1155913744	1040	
BROOKE DAY SEC SCHOOL	KCB	1233557645	0	
CHEPNGOBOB SEC SCHOOL	KCB	1161471626	950754.5	
OGIRGIR PRI. SCHOOL	KCB	1156872227	962038.5	193,800
TABET PRI. SCHOOL	KCB	1159684286	1073834,50	33,000
KONDAMETUL PRIMARY SCHOOL	KCB	1150668415	804917.65	186,599.15
KIMESWON PRI. SCHOOL	KCB	1176001809	923627.9	64,214.70
KOIBEIYOT PRI. SCHOOL	KCB	1176162179	860526	1,921
ITOIBEI PRI. SCHOOL	KCB	1152511513	862833.8	
RONGAI PRI. SCHOOL	KCB	1164105833	10,460.95	360,626.50
LELECHWET PRI. SCHOOL	KCB	1226217109	859050	

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
KAPSIGIRIO PRI. SCHOOL	KCB	1154471888	400.35	1,089.1
KIPCHIMCHIM PRI. SCHOOL	KCB	1167243498	1475	1220
KOITAMAT PRI. SCHOOL	KCB	1161348182	109053.5	179,000
AINAPKOROR PRI. SCHOOL	KCB	1226781349	860000	
CHEMOBEI PRIMARY SCHOOL	KCB	1175797340	981825.85	32770.6
MJINI PRI. SCHOOL	KCB	1138650420	860630.9	
MERTO DISPENSARY	KCB	1157819419	737.7	
BECHULELACH PRI. SCHOOL	KCB	1137215275	903134.5	44,645
KIMASIAN PRI. SCHOOL	KCB	1161229086	44.5	
KAPCHEPTENDENIET PRE. SCHOOL	KCB	1176666509	859210	
LALIAT PRI. SCHOOL	KCB	1175694207	900050	
CHEPKOLON PRI. SCHOOL	KCB	116172593	861668.9	
KAPSILANGWA PRI. SCHOOL	KCB	1225732131	860500	
KAPNGETUNY SEC SCHOOL	KCB	1170430708	141891	
SOSIT PRIMARY SCHOOL	KCB	1162793791	1216248	
KIPROTGORIK PRIMARY SCHOOL	KCB	1160142378	2579.95	99,840
CHEMAGALDID PRI. SCHOOL	KCB	114981638	859400	295
SUGUTEK PRI. SCHOOL	KCB	1149658894	860789.35	
BINYINY PRI. SCHOOL	KCB	1137224304	861515	2,910
KAPKWEN PRIMARY SCHOOL	COOP	1109077768100	892740.93	
TENDWET CHIEFS OFFICE	COOP	1100078017700	0	
			29,981,664.23	

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue *(Name and designation)*	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
1	Budgetary analysis for payment	Underutilization of fund and delay in release of fund from NGCDFB	FAM	Resolved	
2	Cash and cash equivalent	Unpresented Cheques of which stale cheques amounted to ksh. 57,014.25	FAM	Resolved	
3	Incomplete water project	Devolved incomplete project	FAM	Resolved	
4	Incomplete agriculture projects	Devolved incomplete projects	FAM	Resolved	
5.	Stalled Ainamoi polytechnic	Devolved incomplete projects	FAM	Resolved	
6	Fixed asset register	The schedule for asset was not provided for audit verification	FAM	Resolved	