


REPORT

PARLIAMENT
OF KENYA
LIBRARY

 THE NATIONAL ASSEMBLY PAPERS & AID	
OF	
DATE: 10 NOV 2021	DAY: Wed AM.
TABLED BY: M. Mado	THE-TABLE: Majority Whip Hon. Wanyu

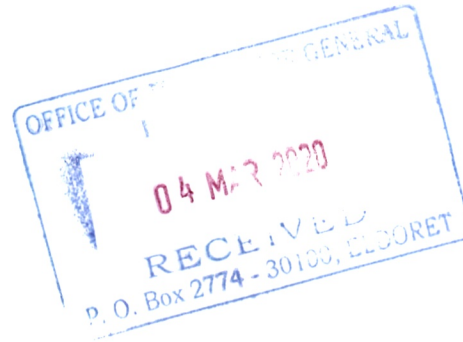
THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2019**





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –
MOSOP CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1-3
II. FORWARD BY THE NGCDF COMMITTEE CHAIRMAN	4-6
III. STATEMENT OF NGCDF COMMITTEE MANAGEMENT RESPONSIBILITIES	7
IV. STATEMENT OF RECEIPTS AND PAYMENTS	8
V. STATEMENT OF ASSETS AND LIABILITIES	9
VI. STATEMENT OF CASHFLOW.....	10
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	11
VIII BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	12-20
IX. SIGNIFICANT ACCOUNTING POLICIES.....	21-23
X. NOTES TO THE FINANCIAL STATEMENTS.....	24

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

**Reports and Financial Statements
For the year ended June 30, 2019**

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

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

**Reports and Financial Statements
For the year ended June 30, 2019**

(b) Key Management

The NGCDF Constituency 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 2019 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Elias K Kimaiyo
2.	Sub-County Accountant	Stanley Kiptoo
3.	Chairman NGCDFC	Mark Kipyator Sang
4.	Member NGCDFC	Divina Tuwei

(d) Fiduciary Oversight Arrangements

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

P.O. Box 4600
NGCDF Building/House/Plaza
ELDORET

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

Reports and Financial Statements

For the year ended June 30, 2019

(f) NGCDF MOSOP Constituency Contacts

Telephone: (254) 721817241
E-mail: cdmosop@ngcdf.go.ke
Website: www.go.ke

(g) NGCDF MOSOP Constituency Bankers

Cooperative Bank of Kenya
Eldoret Branch
P.O. Box 46000
Eldoret Branch 00100
Eldoret, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

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

**Reports and Financial Statements
For the year ended June 30, 2019**

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

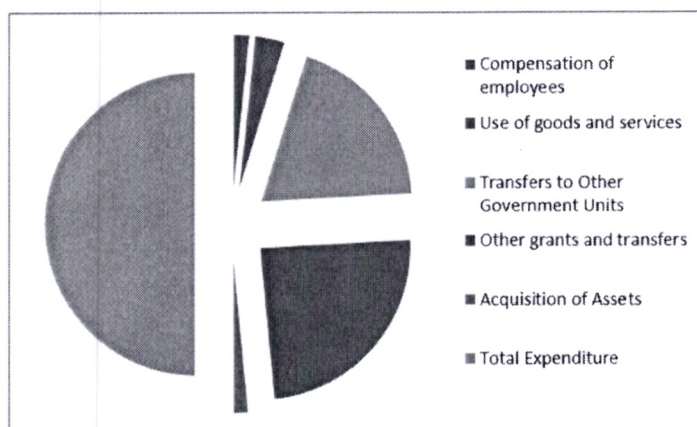
MOSOP CDF made excellent progress in its planned programmes especially on the completion rates of the planned projects. This report details the performance of the NGCDFC and financial statements represents the financial status of MOSOP Constituency Development Fund for financial year 2018/19. It lays down the receipts and expenditures of all the funds MOSOP NG-CDFC received from the NG-CDF Board.

A Total of kshs 160,725,358 was received in the financial year. The total expenditure in the financial period under review amounted to ksh 113,340,172, this represented the constituency allocation of FY 2018-2019 and a balance brought forward from the previous year of kshs 8,938,267. Out of the total proposed budget, only kshs 3.1 million remained outstanding from the NGCDF Board. This represents 98% of the total receipt projections.

The Budget utilisation was fairly good considering that the operation of the fund was delayed as a result of late funding. The last disbursement to the constituency was made just at the close of the financial year. Underutilisation in some vote heads can therefore be attributed to this. The summarised expenditure per vote was as follows;

COST HEAD	TOTAL EXPENDITURE
Compensation of employees	3,502,013
Use of goods and services	7,327,200
Transfers to Other Government Units	43,800,000
Other grants and transfers	55,221,694
Acquisition of Assets	3,489,265

Pictorial Presentation of the total Expenditure

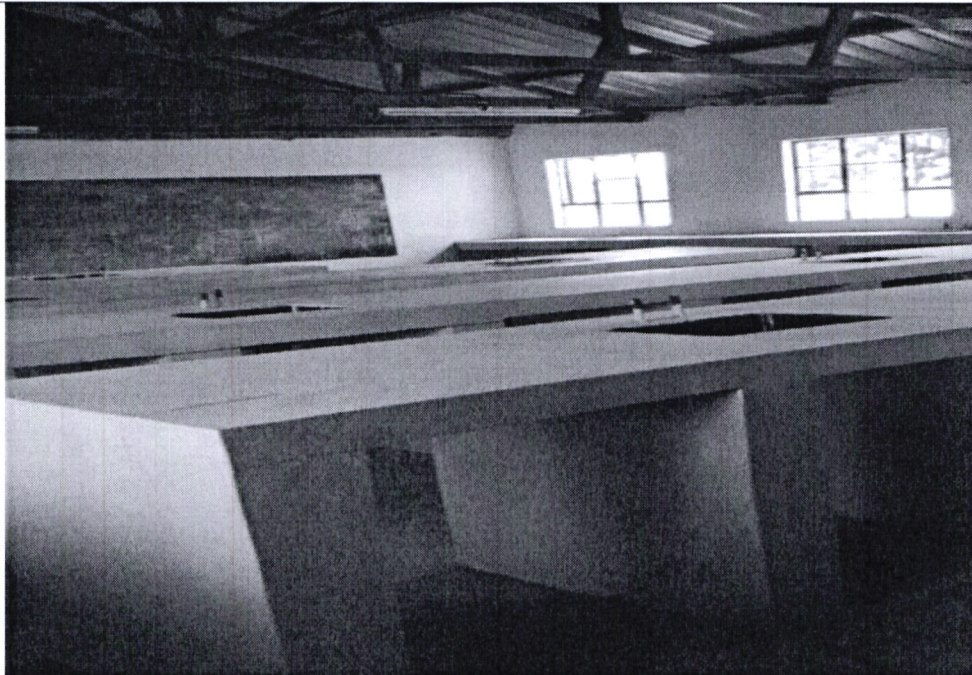


Key achievements in the financial year;

1. In the financial year, the Committee sponsored 1,897 students in various secondary schools within and outside the county. The partial sponsorship helped in student retention in the institutions and this is expected to improve the sub-county performance in the long run. Further 1400 students in colleges and universities were partially sponsored. The complaints regarding the identification of bursary beneficiaries that were experienced in the prior years reduced drastically due to the public involvement in the identification process

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

**Reports and Financial Statements
For the year ended June 30, 2019**



Kamungei Secondary school lab worktops

2. Infrastructural developments were initiated and completed in 39 primary schools and 21 secondary schools during the financial period. 95 Percent of them were completed and in use. The learning environment thus improved and this is expected to translate to better performance in the sub-county.

The Committee also had emergency interventions majorly in schools without which the environment could not have been conducive for learning of even closure of some learning institutions by the public health officers.



Construction of NGCDF office

3. KShs 7.3 million was disbursed to security sector for construction of offices. The working environment has improved and ease of access to Government services by the public

4. Through capacity building of NG-CDFC, Staff and Project management committee, compliance to rules and regulations improved and thereby minimal conflicts between the projects actors.

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

**Reports and Financial Statements
For the year ended June 30, 2019**

Emerging issues related to NG-CDF are;

- The changes in the membership of Board of managements in Schools affected the activities of the fund since most BOM's were new. School heads changes led to delayed implementation of some projects. Further, handing over and taking over was also a big challenge to the fund especially in schools that that the outgoing head didn't balance the books of accounts.
- Submission of projects expenditure returns by the project management committees was a big challenge especially where the fund account manager was not a signatory to the account. The PMC failed to submit or delay project returns leading to late reporting by the committee. It's worth noting that the requirement to prepare and submit monthly bank statements is an uphill task in the current existing weak arrangement of reporting by the PMC. To address this, the committee has resolved to introduce the Fund account Manager as mandatory signatory to all accounts as opposed to signing of the schedule. This will ensure that each payment is approved before presented to the bank.


Mark Sang,

CHAIRMAN NGCDFC, MOSOP

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

Reports and Financial Statements

For the year ended June 30, 2019

III. STATEMENT OF ENTITY 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.

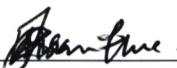
The Accounting Officer in charge of the NGCDF-MOSOP Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 20XX. 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-MOSOP 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, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-MOSOP 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-MOSOP 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-MOSOP Constituency financial statements were approved and signed by the Accounting Officer on 31st 2019.



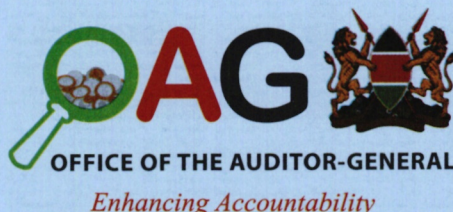
Fund Account Manager
Name: ELIAS KIMAIYO



Sub-County Accountant
Name: STANLEY KIPTOO
ICPAK Member Number:

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 - MOSOP CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Mosop Constituency set out on pages 8 to 50, which comprise of the statement of assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Mosop Constituency as at 30 June, 2019, 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 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracy in Cash and Cash Equivalents

The statement assets and liabilities reflects a bank balance totalling to Kshs.56,337,453. However, the bank reconciliation statement for the month of June, 2019 revealed payments in the bank statement amounting to Kshs.2,899,895 not recorded in the cashbook. No explanation was provided for failure to record the payments in the cashbook.

Under the circumstances, the accuracy, completeness and validity of the bank balance of Kshs.56,337,453 as at 30 June, 2019 could not be confirmed.

2. Unsupported Committee Bank Balances

Note 15.4 and Annex 5 to the financial statements reflect Project Management Committee bank balances of Kshs.16,877,384 in respect of unutilized disbursements to various Project Management Committees. However, cash books and bank reconciliation statements were not provided for audit review.

Consequently, the accuracy, completeness and validity of Project Management Committee bank balance of Kshs.16,877,384 as at 30 June, 2019 could not be confirmed.

3. Inaccuracies in Notes to the Financial Statements

Note 15.2 to the financial statements reflects nil pending staff payables whereas Annex 2 reflects a balance of Kshs.285,865. Further, Note 15.3 to the financial statements reflects nil unutilized fund totalling to Kshs.59,437,453 whereas Annex 3 reflects an amount of Kshs.59,151,588 resulting to an unreconciled variance of Kshs.285,865.

The errors were not corrected.

Consequently, the accuracy, completeness and validity of balances reflected in Note 15.2 and Note 15.3 to the financial statements as at 30 June, 2019 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 - Mosop 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 - recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.172,777,624 and Kshs.169,677,625 respectively, resulting to an under-funding of Kshs.3,100,000 or 2% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.172,777,625 and Kshs.113,340,172 respectively, resulting to an under expenditure of Kshs.59,437,453 or 34% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular Ref: PSASB/1/12 Vol.1(44) of 25 June, 2019.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for 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

1. Non-compliance with the Public Sector Accounting Standards Board Requirements

The annual report and the financial statements header did not have the name of the Fund. This is contrary to Public Sector Accounting Standards Board (PSASB) reporting template issued in June, 2019.

In the circumstances, the presentation of the financial statements for the year under review is not in accordance with the prescribed (PSASB) format.

2. Delay in Project Implementation

The Project Implementation Status Report as at 30 June, 2019 showed that a total of Kshs.66,800,000 was allocated for implementation of sixty-six (66) projects and an amount of Kshs.57,100,000 disbursed during the year. Fifty-six (56) projects with an approved budget amount of Kshs.58,100,000 were ongoing while ten (10) projects with a budget amount of Kshs.8,700,000 had not started. No reasons were provided as to why the fifty-six (56) projects had not been completed.

Further, during the year under review, twenty-two (22) projects with a budget of Kshs.29,900,000 were physically verified. Nine (9) projects were complete and in use while thirteen (13) projects were on going.

Consequently, the public will not get value for money from the projects which were not implemented as budgeted.

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to 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 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 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 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.


 Nancy Gathungu
AUDITOR-GENERAL

Nairobi

07 October, 2021

Report of the Auditor-General on National Government Constituencies Development Fund - Mosop Constituency for the year ended 30 June, 2019

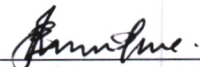
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
CONSTITUENCY**

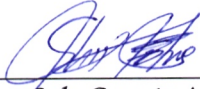
**Reports and Financial Statements
For the year ended June 30, 2019**

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018-2019	2017-2018
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIES' Received	1	160,725,358	44,805,172
Proceeds from Sale of Assets	2		0
Other Receipts	3	14,000	0
TOTAL RECEIPTS		160,739,358	44,805,172
PAYMENTS			
Compensation of employees	4	3,502,013	1,360,108
Use of goods and services	5	7,327,200	5,134,646
Transfers to Other Government Units	6	43,800,000	18,900,000
Other grants and transfers	7	55,221,694	19,210,216
Acquisition of Assets	8	3,489,265	870,000
Other Payments	9	0	0
TOTAL PAYMENTS		113,340,172	45,474,970
SURPLUS/DEFICIT		47,399,186	(669,798)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MOSOP Constituency financial statements were approved on 3/2/ 2019 and signed by:


Fund Account Manager
NAME: ELIAS KIMAIYO


Sub-County Accountant
NAME: STANLEY KIPTOO
ICPAK Member Number:

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

**Reports and Financial Statements
For the year ended June 30, 2019**

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019	2017-2018
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	56,337,452	8,938,267
Cash Balances (cash at hand)	10B		0
Total Cash and Cash Equivalents			0

Current Receivables

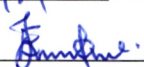
Outstanding Imprests	11	0	-
TOTAL FINANCIAL ASSETS		56,337,452	8,938,267


FINANCIAL LIABILITIES

Accounts Payable			
Retention	12A	0	0
Gratuity	12B		0
TOTAL FINANCIAL LIABILITES			
NET FINANCIAL ASSETS		56,337,452	8,938,267

REPRESENTED BY			
Fund balance b/fwd	13	8,938,266	9,608,064
Surplus/Defict for the year		47,399,186	-669,797
Prior year adjustments	14		
NET FINANCIAL POSITION		56,337,452	8,938,266

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MOSOP Constituency financial statements were approved on 3/21 2019 and signed by:


Fund Account Manager
NAME: ELIAS KIMAIYO


Sub-County Accountant
NAME: STANLEY KIPTOO
ICPAK Member Number:

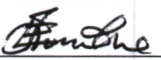
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
CONSTITUENCY**


**Reports and Financial Statements
For the year ended June 30, 2019**

VI. STATEMENT OF CASHFLOW

		2018- 2019	2017 - 2018
Receipts for operating income			
Transfers from CDF Board	1	160,725,358	44,805,172
Other Receipts	3	14,000	
		160,739,358	44,805,172
Payments for operating expenses			
Compensation of Employees	4	3,502,013	1,360,108
Use of goods and services	5	7,327,200	5,134,646
Transfers to Other Government Units	6	43,800,000	18,900,000
Other grants and transfers	7	55,221,694	19,210,216
Other Payments	9		0
Total Payments		109,850,908	44,604,970
Total Receipts Less Total Payments		50,888,450	200,202
Adjusted for:			
Outstanding Imprest	11	0	
Retention Payable	12A	0	
Gratuity Payable	12B		
Prior year adjustments	14	0	
Net Adjustments			0
Net cash flow from operating activities		50,888,450	200,202
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		
Acquisition of Assets	9	(3,489,265)	870,000
Net cash flows from Investing Activities			
		(3,489,265)	870,000
NET INCREASE IN CASH AND CASH EQUIVALENT		47,399,186	-669,798
Cash and cash equivalent at BEGINNING of the year	13	8,938,266	9,608,064
Cash and cash equivalent at END of the year	12	56,337,452	8,938,266

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MOSOP Constituency financial statements were approved on 3/2 2019 and signed by:


Fund Account Manager
NAME: ELIAS KIMAIYO


Sub-County Accountant
NAME: STANLEY KIPTOO

ICPAK Member Number:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

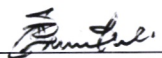
Reports and Financial Statements

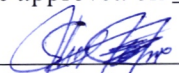
For the year ended June 30, 2019

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Compensation of Employees	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Over/underutilization comment
	A	B	C=a+b	D	E=c-d	F=d/c %	
RECEIPTS							
Transfers from CDF Board	109,040,876	63,722,748	172,763,624	169,663,625	3,100,000	98	
Sale of Tender	14,000		14,000	14,000	0		
	109,054,876	63,722,748	172,777,624	169,677,625	3,100,000	98	
PAYMENTS							
Compensation of Employees	3,385,000	858,687	4,243,687	3,502,013	741,674	83	Underutilization as a result of the position of clerk of works that was not filled in the financial year.
Use of goods and services	5,838,729	3,053,921	8,892,651	7,327,200	1,565,450	82	Funds were due from NGCDFB received just at the close of FY
Transfers to Other Government Units	61,600,000	24,040,000	85,640,000	43,800,000	41,840,000	51	Funds were due from NGCDFB received just at the close of FY
Other grants and transfers	38,143,706	32,260,141	70,403,848	55,221,694	15,182,154	78	Funds were due from NGCDFB received just at the close of FY
Social Security Benefits	73,440		73,440		73,440	0	
Acquisition of Assets	0	3,510,000	3,510,000	3,489,265	20,735	99	
Other Payments-sale of Tender	14,000	0	14,000		14,000	0	
TOTALS	109,054,876	63,722,750	172,777,625	113,340,172	59,437,453	66	

The NGCDF-MOSOP Constituency financial statements were approved on 3/2 2019 and signed by:


 Fund Account Manager
 NAME: ELIAS KIMAIYO


 Sub-County Accountant
 NAME: STANLEY KIPTOO
 ICPAK Member Number:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

	Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
		2018/2019		2018/2019	30/06/2019	
		Kshs	Kshs	Kshs	Kshs	Kshs
1.00	Administration and Recurrent					
1.10	Compensation of employees	3,458,440	858,687	4,317,127	3,502,013	815,113
1.20	Committee allowances	1,400,000	829,244	2,229,244	1,934,400	294,844
1.30	Use of goods and services	1,339,673	508,877	1,862,550	1,731,342	131,207
			0	0		0
1.00	Monitoring and evaluation		0	0		0
2.10	Capacity building	1,300,000	342,600	1,642,600	1,592,050	50,550
2.10	Committee allowances	1,200,000	1,373,200	2,573,200	1,938,200	635,000
2.30	Use of goods and services	599,056	0	599,056	131,208	467,849
3.00	Emergency	979,593	304,030	1,283,623		1,283,623
3.10	ADC TOLILET PRIMARY SCH		400,000	400,000	400,000	0
3.11	AIC CHEPKEMEL PRIMARY SCH		400,000	400,000	400,000	0
3.12	AIC CHEPTUIYET SEC		500,000	500,000	500,000	0
3.13	AIC KAMOTONG PRIMARY SCH		500,000	500,000	500,000	0
3.14	AIC KAPKATET PRIMARY SCH-KIMOGOCH		400,000	400,000	400,000	0
3.15	BARAKEIWET PRIMARY		400,000	400,000	400,000	0
3.16	BISHOP MUGE KAMOGOYWO PRI		500,000	500,000	500,000	0
3.17	CHEPKIEP PRIMARY SCHOOL		400,000	400,000	400,000	0
3.18	KABISAGA PRIMARY SCHOOL		600,000	600,000	600,000	0
3.19	KABIYET DCC PROJECT		200,000	200,000	200,000	0
3.20	KAPKAGARON PRIMARY SCHOOL	559,400		559,400	559,400	0
3.21	KAPKOIMUR PRIMARYSCHOOL	400,000		400,000	400,000	0
3.22	KOISOLIK PRIMARY SCH	400,000		400,000	400,000	0
3.23	MURUTO PRIMARY	500,000		500,000	500,000	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

3.24	SDA KURGUNG GIRLS SECONDARY	400,000		400,000	400,000	0
3.25	SINGORE PRIMARY SCH	400,000		400,000	400,000	0
3.26	ST .BRIGITTA GIRLS SECONDARY SCH	500,000		500,000	500,000	0
3.27	ST MICHAELKABISAGA SECONDARY SCHOOL	400,000		400,000	400,000	0
3.28	ST MONICAH KAPKOROS SEC SCHOOL	400,000		400,000	400,000	0
3.29	ST PETERS KAPKEBEN PRIMARY SCH	400,000		400,000	400,000	0
	ST.ALLAMANO NGENYILEL PRI	400,000		400,000	400,000	0
4.00	Bursary and Social Security					
4.10	4.1 Primary Schools		0	0		0
4.20	4.2 Secondary Schools	16,304,713	2,000,000	18,304,713	17,973,974	330,739
4.30	4.3 Tertiary Institutions	11,000,000	6,692,878	17,692,878	15,004,813	2,688,065
4.40	4.4 Universities		0	0		0
4.50	4.5 Social Security		0	0		0
5.00	Sports		0	0		0
5.10	Sports	1,100,000	1,736,207	2,836,207	1,736,207	1,100,000
6.00	Environment		0	0		0
6.10	Enviroment	1,100,000	1,300,000	2,400,000	1,192,300	1,207,700
7.00	Primary Schools Projects		0	0		0
7.01	A.c.k Singilet Primary School		400,000	400,000	400,000	0
7.02	A.I.C Kaptich Primary school		1,000,000	1,000,000	1,000,000	0
7.03	AIC KAPKENYELOI PRIMARY SCHOOL		400,000	400,000	400,000	0
7.04	All Saints kebulonik Primary School		700,000	700,000	700,000	0
7.05	Chepyewet Primary school		600,000	600,000	600,000	0
7.06	Chumek Primary School		400,000	400,000	400,000	0
7.07	Elite Kiptangus primary school		500,000	500,000	500,000	0
7.08	Kamanyinya Primary School		600,000	600,000	600,000	0
7.09	Kaplemur Primary School		300,000	300,000	300,000	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

7.10	Kapsosio Primary School		600,000	600,000	600,000	0
7.11	Ketam Primary School	800,000	0	800,000	800,000	0
7.12	Kipkaren Primary School	300,000	0	300,000	300,000	0
7.13	Kipkaren Primary School		1,000,000	1,000,000	1,000,000	0
7.14	Kipkombot Primary School		800,000	800,000	800,000	0
7.15	Kipsamoite Primary adventist		200,000	200,000	200,000	0
7.16	Koilel Primary school		900,000	900,000	900,000	0
7.17	Kormaet Primary school		600,000	600,000	600,000	0
7.18	Kormaet Primary school		600,000	600,000	600,000	0
7.19	Lelaibei Pry School		600,000	600,000	600,000	0
7.20	Lelechwet Primary School		500,000	500,000	500,000	0
7.21	Philip Biwot Primary School		700,000	700,000	700,000	0
7.22	Philip Biwott primary school	700,000	0	700,000	700,000	0
7.23	S.D.A Tiriin primary		400,000	400,000	400,000	0
7.24	Samutet Primary School		500,000	500,000	500,000	0
7.25	Sirsiron Primary school		500,000	500,000	500,000	0
7.26	Soin Primary School	800,000	0	800,000	800,000	0
7.27	st Francis Katanin Primary		600,000	600,000	600,000	0
7.28	St Joseph Kamasia		700,000	700,000	700,000	0
7.29	St Joseph Kamasia		700,000	700,000	700,000	0
7.30	St Josephs Kamasia Primary	600,000	0	600,000	600,000	0
7.31	st mark's Seretio Primary school	800,000	0	800,000	800,000	0
7.32	St. Peters Kapkeben Primary School		400,000	400,000	400,000	0
7.33	St. peters Kapsean Primary school		500,000	500,000	500,000	0
7.34	Tegeiyat primary school		300,000	300,000	300,000	0
7.35	A.I.C Kaptich Primary school	1,000,000	0	1,000,000	500,000	500,000
7.36	ABC Labuiywet Primary	600,000	0	600,000		600,000
7.37	All Saints Bishop Muge Kapkoimur	700,000	0	700,000		700,000
7.38	Bishop Muge Memorial school	1,500,000	0	1,500,000		1,500,000
7.39	Chepkatet Primary School	200,000	0	200,000		200,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

7.40	Cheptonon Primary School	900,000	0	900,000		900,000
7.41	Fr Toror Lelei Primary	500,000	0	500,000		500,000
7.42	Kabisaga primary school	300,000	0	300,000		300,000
7.43	Kapchebosei primary school	800,000	0	800,000		800,000
7.44	Kapkawa batist primary	800,000	0	800,000	800,000	0
7.45	Kapkorio Primary School	600,000	0	600,000		600,000
7.46	Kapsabaot primary school	1,000,000	0	1,000,000		1,000,000
7.47	Kapserton Primary School	500,000	0	500,000		500,000
7.48	KEBULWET PRIMARY SCHOOL	1,500,000	0	1,500,000	1,000,000	500,000
7.49	Kipngoror Primary School	800,000	0	800,000		800,000
7.50	kipsamoo primary school	400,000	0	400,000		400,000
7.51	Koiban Primary School	300,000	0	300,000		300,000
7.52	Koisolik Pry School		400,000	400,000		400,000
7.53	Kwindich primary school	1,600,000	0	1,600,000		1,600,000
7.54	litei Primary School		440,000	440,000		440,000
7.55	Ndalat D.E.B Primary School	600,000	0	600,000		600,000
7.56	Ndalat Jobs Outreach Primary	1,000,000	0	1,000,000		1,000,000
7.57	Ngariet primary School	1,000,000	0	1,000,000		1,000,000
7.58	S.D.A Panama Primary School	200,000	0	200,000		200,000
7.59	Samutet Primary School	600,000	0	600,000		600,000
7.60	Sangalo central primary school	600,000	0	600,000		600,000
7.61	Saru Gaa Primary School	400,000	0	400,000		400,000
7.62	Sirsiron primary school	1,000,000	0	1,000,000		1,000,000
7.63	St Pauls Kapkechui Primary	600,000	0	600,000		600,000
7.64	St Pauls Kemeliet Primary School	1,600,000	0	1,600,000	800,000	800,000
7.65	St Peter's Birei Primary	1,600,000	0	1,600,000	800,000	800,000
7.66	St. Judes Tolilet Primary	400,000	0	400,000		400,000
7.67	Tangaratwet Polytechnic		400,000	400,000		400,000
7.68	Tangaratwet Primary School	500,000	0	500,000		500,000
7.69	TukTuk Primary School	400,000	0	400,000		400,000
8.00	Secondary					
8.01	Tuktuk Secondary School		500,000	500,000		500,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

8.02	A.i.c Kamanyinya secondary school	900,000	0	900,000		900,000
8.03	Kamanyinnya Secondary school		1,000,000	1,000,000	1,000,000	0
8.04	ACK St.Luke Kapngombe Sec.School	2,000,000	0	2,000,000	1,000,000	1,000,000
8.05	AIC Cheptuiyet Secondary school	1,200,000	0	1,200,000		1,200,000
8.06	Aic Moi Kabiemit Secondary	200,000	0	200,000		200,000
8.07	Aic Moi Kabiemit Secondary	800,000	0	800,000		800,000
8.08	AIC Ndulele Secondary school	1,000,000	0	1,000,000		1,000,000
8.09	Chepyekoris secondary school	1,600,000	0	1,600,000	800,000	800,000
8.10	Kapkatet Secondary	1,600,000	0	1,600,000	1,600,000	0
8.11	kapkoimur Secondary School	800,000	0	800,000		800,000
8.12	Kapkoimur Secondary Schools	1,500,000	0	1,500,000	800,000	700,000
8.13	Koiban Secondary School	3,000,000	0	3,000,000	1,000,000	2,000,000
8.14	Koitalel Samoei Secondary School	2,400,000	0	2,400,000	1,200,000	1,200,000
8.15	Sarura Girls secondary school	1,600,000	0	1,600,000	800,000	800,000
8.16	Sigot secondary	500,000	0	500,000		500,000
8.17	St Adrew's Kapsato Secondary	800,000	0	800,000		800,000
8.18	St Benedict Kipsamoite secondary school	1,000,000	0	1,000,000		1,000,000
8.19	St brigita Girls High School	2,000,000	0	2,000,000	1,000,000	1,000,000
8.20	St Charles Lwanga Chepkoiyo Secondary School	800,000	0	800,000	800,000	0
8.21	St Clement Secondary nyigoon	800,000	0	800,000	800,000	0
8.22	St Joseph Kapkenyelo Secondary School	2,400,000	0	2,400,000	1,200,000	1,200,000
8.23	St mathews kormaet Secondary	800,000	0	800,000	800,000	0
8.24	St Patrick's Chepnoet secondary	2,400,000	0	2,400,000	1,200,000	1,200,000
8.25	st Peters Eisero girls school	3,000,000	0	3,000,000	2,000,000	1,000,000
8.26	Stephen kositany Girls	1,000,000	0	1,000,000		1,000,000
8.27	St. Benedict Kipsamoite Secondary School		1,000,000	1,000,000	1,000,000	0
8.28	kimogoch Secondary School		800,000	800,000	800,000	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOSOP CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

8.29	Sub County Education Office		600,000	600,000	600,000	0
8.30	St. Mathews Kormaet Secondary School		1,500,000	1,500,000	1,500,000	0
8.31	Sarungai Secondary		400,000	400,000		400,000
10.00	10.0 Security Projects					0
10.10	KABIYET POLICE STATION	1,300,000	0	1,300,000	1,300,000	0
10.20	Kabiyet police station		1,000,000	1,000,000	1,000,000	0
10.30	Kabiyet D.C.C office		4,200,000	4,200,000	4,005,000	195,000
10.40	Kapkatet Chifs office		200,000	200,000	200,000	0
10.50	Kapyemit Chiefs Office		550,000	550,000	550,000	0
10.60	Kamasai Police Station		400,000	400,000		400,000
10.70	Kamasai Chiefs Office		400,000	400,000		400,000
10.80	Kabyemit Chiefs Office		400,000	400,000		400,000
10.90	Kamungei police post		300,000	300,000	300,000	0
11.00	Acquisition of assets		0	0		0
11.10	Motor Vehicles (including motorbikes)		0	0		0
11.20	Construction of CDF office-fencing	600,000	4,030,000	4,630,000	2,709,465	1,920,535
11.30	Purchase of furniture and equipment		780,000	780,000	779,800	200
11.40	Purchase of computers		0	0		0
11.50	Purchase of land		0	0		0
12.00	Others		0	0		0
12.10	Strategic Plan		3,500,000	3,500,000	2,900,000	600,000
12.20	Innovation Hub		4,677,027	4,677,027		4,677,027
		109,040,876	63,722,750	172,777,626	113,340,172	59,437,453

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

**Reports and Financial Statements
For the year ended June 30, 2019**

IX. 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-MOSOP 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.

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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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

Reports and Financial Statements

For the year ended June 30, 2019

SIGNIFICANT ACCOUNTING POLICIES(Continued)

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

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018/2019	2017/2018
AIE NUMBER	DATE	Kshs	Kshs
A892843	23/02/2018		1,400,000
A855941	15/03/2018		37,905,172
A86523	31/01/2018		5,500,000
B 005121	3/8/2018	53,048,276	
B5385	9/11/2018	1,736,206	
B030102	18/12/2018	10,000,000	
B005415	20/02/2019	20,000,000	
B006462	22/2/2019	6,000,000	
724,482	10/4/2019	11,000,000	
B 047035	10/5/2019	7,500,000	
B47596	20/06/2019	51,440,876	
		160,725,358	44,805,172

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
Total		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Description	2018/2019	2017/2018
	Kshs	Kshs
Rents		0
Sale of tender documents	14,000	0
Other Receipts Not Classified Elsewhere (specify)		
Total	14,000	0

4. COMPENSATION OF EMPLOYEES

Description	2018/2019	2017/2018
	Kshs	Kshs
Basic wages of contractual employees	1,744,198	1,313,278
Basic wages of casual labour	75,000	46,830
Employer contribution to NSSF	57,570	
Personal allowances paid as part of salary		
House allowance		0
Transport allowance		0
Leave allowance		0
Other personnel payments		
Gratuity	1,625,245	
Total	3,502,013	1,360,108

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2018/2019	2017/2018
	Kshs	Kshs
Utilities, supplies and services	988,746	18,246
Office rent		
Communication, supplies and services	2,300	10,960
Domestic travel and subsistence	0	90,000
Telephone Allowance		
Printing, advertising and information supplies & services	0	22,025
Rentals of produced assets		
Training expenses	1,592,050	440,000
Hospitality supplies and services		2,000
Insurance costs		0
Specialized materials and services		0
Other committee expenses	1,938,200	3,288,500
Committee allowance	1,934,400	
Office and general supplies and services	0	448,950
Fuel ,oil & lubricants	400,000	171,000
Other operating expenses		
Routine maintenance – vehicles and other transport equipment	471,504	642,965
Routine maintenance – other assets		
Total	7,327,200	5,134,646

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

	Description	2018-2019	2017/2018
		Kshs	Kshs
2630204	Transfers to primary schools	23,900,000	11,400,000
2630205	Transfers to secondary schools	19,900,000	7,500,000
2630206	Transfers to Tertiary institutions		
2630207	Transfers to Health institutions		
	TOTAL	43,800,000	18,900,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2018/2019	2017/2018
	Kshs	Kshs
Bursary –Secondary	18,972,099	10,821,086
Bursary –Tertiary	14,006,688	7,989,130
Bursary-Special schools		0
Mocks & CAT		-
Water		-
Agriculture (food security)		0
Electricity projects		-
Security	7,555,000	0
Strategic plan	2,900,000	
Sports	1,736,207	0
Environment	1,192,300	0
Emergency Projects (specify)	8,859,400	400,000
Total	55,221,694	19,210,216

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non-Financial Assets	2018/2019	2017/2018
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		870,000
Refurbishment of Buildings	2,709,465	0
Water And Sewarage supply		
Purchase of Vehicles		
Purchase of Bicycles & Motoreycles		0
Overhaul of Vehicles		0
Purchase of Office furniture and fittings	498,800	
Purchase of computers ,printers and other IT equipments	281,000	
Purchase of photocopier		
Purchase of other office equipments		
Purchase of soft ware		0
Acquisition of Land		0
Total	3,489,265	870,000

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Strategic plan		
ICT Hub		
TIVET		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
<i>Cooperative Bank, Eldoret Branch A/C no. 01120086387700</i>	56,337,452	8,938,266
<i>Name of Bank, Account No.</i>		
<i>Name of Bank, Account No.</i>		
Total	56,337,452	8,938,266
10B: CASH IN HAND		
Location 1		
Location 2		
Location 3		
Other Locations (<i>specify</i>)		
Total		
<i>[Provide cash count certificates for each]</i>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

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>
				0

Total

12A. RETENTION

	2018 - 2019 Kshs	2017-2018 Kshs
Supplier 1		
Supplier 2		
Supplier 3		
Total		

[Provide short appropriate explanations as necessary]

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019 Kshs	2017-2018 Kshs
Total		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

13. BALANCES BROUGHT FORWARD

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	8,938,266	9,608,064
Cash in hand		
Imprest		
Total	<u>8,938,266</u>	<u>9,608,064</u>

14. PRIOR YEAR ADJUSTMENTS

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts		
Cash in hand		
Imprest		
Total	<u> </u>	<u> </u>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019 Kshs	2017-2018 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 (<i>specify</i>)		

15.3: UNUTILIZED FUND (See Annex 3)

	Kshs	Kshs
Compensation of employees	815,113	
Use of goods and services	1,579,450	
Amounts due to other Government entities (see attached list)	41,840,000	
Amounts due to other grants and other transfers (see attached list)	13,282,155	
Acquisition of assets	1,920,735	
Others (<i>specify</i>)		
	59,437,453	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOSOP CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	16,877,384	2,378,693

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2014 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
	A	B	C	D=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
11.					
12.					
Sub-Total					
Grand Total					

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2014 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		A	B	C	D=a-c	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
PHILISTER JEPLETING			July 2020	62,094.2	62,094.24	The Employee are on a three year contract
SARAH SEUREY			July 2020	60,091.2	60,091.20	The Employee are on a three year contract
NANCY JEMUTAI			July 2020	66,960.0	66,960.00	The Employee are on a three year contract
ALICE JERUTO			July 2020	48,360.0	48,360.00	The Employee are on a three year contract
DAVID MARU			July 2020	48,360.0	48,360.00	The Employee are on a three year contract
Sub-Total				285,865	285,865	
Unionisable Employees						
4.						
5.						
6.						
Sub-Total						
Others (specify)						
7.						
8.						
9.						
Sub-Total						

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2014 (Kshs'000)

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
Grand Total						

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs')

ANNEX 3 – UNUTILIZED FUNDS

NAME	BRIEF TRANSACTION DESCRIPTION	OUTSTANDING BALANCE	OUTSTANDING BALANCE	COMMENTS
		2018/19	2017/2018	
Compensation of employees	Payment of Employees' salaries and other statutory deductions	529,249		
Committee allowances	Payment of CDFC Allowances and other related expenditure's	1,489,271		
Use of goods and services	Office running expenses related to goods and services ⁴	90,179		
		2,108,699		
Amounts due to other Government entities				
ABC Labuiywet primary school	Fixing of floor, doors , plastering and painting of three classrooms	600,000	-	
AIC Kaptich primary school	Plastering ,flooring, fixing of windows and doors of a dormitory	500,000	-	
All saints Bishop Muge Kapkoimur primary school	Plastering ,fixing of windows and doors ,painting and flooring of 7 classrooms	700,000	-	
Bishop Muge Memorial school	Construction of a Dormitory to completion	1,500,000	-	
Chepkatet primary school	Plastering ,flooring ,fixing of window and doors to completion	200,000	-	
Cheptonon primary school	Reroofing, flooring ,painting of 8 classrooms	900,000	-	
Fathers Toror and Lelei Primary School	Roofing ,fixing of doors and windows and painting of administration	500,000	-	
Kabisaga Primary School	Plastering,flooring,fixing of windows and doors,painting and facia board of an administration block	300,000	-	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

Kapchebosei primary school	Fixing of windows ,plastering and painting of four classrooms	800,000	-	
Kapkorio primary school	Fixing of doors and windows ,plastering and painting of three classrooms	600,000	-	
Kapsabaot primary school	Pastering ,wiring ,flooring and fixing of ceiling of administration block.	1,000,000	-	
Kapserton primary school	Fixing of doors and windows flooring ,painting and verandah of an administration bock	500,000	-	
Kebulwet primary school	Roofing fixing of doors and windows plastering and painting of 3 classrooms	500,000	-	
Kipngoror primary school	Fixing of windows and doors plastering and painting of eight classrooms	800,000	-	
Kipsamoo primary school	Plastering painting flooring fixing of window glasses ceiling and wiring two classrooms.	400,000	-	
Koiban primary primary school	Wiring ceiling faciaboard fixing of windows and painting of	300,000	-	
Koisolik Pry School	Construction of pit latrine	400,000		
Kwindich primary school	Construction of two classrooms to completion	1,600,000	-	
Litei Primary School	Purchase of land	440,000		
Ndalat D.E.B primary school	Fixing of doors and windows, plastering flooring painting and verandah of two classrooms	600,000	-	
Ndalat jobs outreach primary school	Purchase of two acres of land	1,000,000	-	
Ngariet primary School	Purchase of Access road to school	1,000,000		
S.D.A panama primary school	Plastering fixing of doors and windows ceiling painting of one classroom	200,000	-	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs)

Samutet primary school	Plastering, fixing of windows and doors and floor of five classrooms	600,000	-	
Sangalo central primary school	Fixing of doors, windows, plastering and painting of three classrooms	600,000	-	
Saru gaa primary school	Floor windows and doors plastering of four classrooms.	400,000	-	
Sirsiron primary school	Purchase of two acres of land	1,000,000	-	
St.jude Tolilet primary school	Flooring ,plastering , painting and fixing of windows of two classrooms	400,000	-	
St.pauls kapkechui primary school	Plastering, fixing of windows and doors,plastering and painting of 5 classrooms	600,000	-	
St.pauls kemeleit primary school	Contruction of two classrooms to completion	800,000	-	
St.peter's Birei primary	Contruction of two classrooms to completion	800,000	-	
Tangaratwet Polytechnic	Purchase of land	400,000		
Tangaratwet primary school	Fixing of glasses, and painting of two classrooms and painting of additional three others	500,000	-	
Tuktuk primary cshool	Flooring plastering fixing of doors and windows of three classrooms	400,000	-	
AIC kamanyinya secondary school	Waste water system, gas system, plastering and painting of laboratory.	900,000		
ACK St.luke kapngombe sec school	Walling roofing plastering and wiring and plumbing works of a laboratory	1,000,000		
AIC Cheptuiyet secondary school	Roofing, plastering and painting of a laboratory	1,200,000		
AIC Moi Kabiemit Secondary school	Purchase of stools and wiring of a laboratory	200,000		

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

AIC Moi Kabiemit Secondary school	Roofing, fixing of doors ,plastering and painting of two classrooms	800,000		
AIC Ndulele Secondary school	Waaling,roofing,plastering ,wiring and plumping works of a laboratory	1,000,000		
Chepyakorisi secondary school	Construction of two classrooms to completion	800,000		
Kapkoimur secondary school	Roofing ,fixing of doors and windows ,plastering and painting of a girls dormitory	700,000		
Kapkoimur secondary school	Completion of dormitory	800,000		
Koiban secondary school	Construction of a laboratory to completion	2,000,000		
Koitalel samoei secondary school	Construction of three classrooms to completion	1,200,000		
Sarura girls secondary school	Construction of two classrooms to completion	800,000		
Sigot secondary school	Flooring, fixing of doors and windows,plastering and painting of boys dormitory	500,000		
St.Andrew Kapsato secondary school	Plumping, electrical installations ,construction of tables and ceiling of a laboratory	800,000		
St.Benedict Kipsamoite secondary school	Plumping and gas systems of a laboratory	1,000,000		
St.Brigitta girls secondary school	Walling cables, plastering, fitting of doors and windows, floor screening and painting of a dining hall.	1,000,000		
St.Josephs Kapkenyelo secondary school	Construction of three classrooms to completion	1,200,000		
St.Patrick's Chemnoet secondary school	Construction of three classrooms to completion	1,200,000		
St.Peters Eisero girls high school	Construction of a laboratory to completion	1,000,000		

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs)

Sarungai Secondary	Construction of classrooms	400,000		
Stephen kositany Girls	Completion of dinning hall	1,000,000		
Tuktuk Secondary School	Completion of a labaratory	500,000		
Sub totals		41,840,000		
NG CDF	Fencing	1,920,535		
Purchase of furniture and equipment	Purchase of office equipment	200		
Kamasai Police Station	Construction of a police post	400,000		
Kamasai Chiefs Office	Construction of chiefs office	400,000		
Kabyemit Chiefs Office	Construction of chiefs office	400,000		
Kabiyet DCC office project	Completion of deputy county commissioner officer	195,000		
Bursary Fund tertiary	Bursary to needy students	2,688,065		
Bursary Fund secondary Schools	Bursary to needy students	330,739		
Emergency	Gather for unforeseen emergency cases in the constituency	1,283,623		
Environment	Planting of trees in 13 selected schools	1,207,700		
Sports	Facilitation of sports teams in the constituency	1,100,000		
Strategic Plan	Preparation and launching of strategic plan	600,000		
Innovation Hub	Construction of four ICT hubs	4,677,027		
Sub-totals		15,202,890		
Grand Total		59,151,588		

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost
	(Kshs)			(Kshs)
	2017/18			2018/19
Land				0
Buildings and structures	5,902,852	2,709,465		8,612,317
				0
				0
Transport equipment	3,814,400			3,814,400
Office equipment, furniture and fittings	2,323,250	498800		2,822,050
ICT Equipment, Software and Other ICT Assets				0
Other Machinery and Equipment	21,863,910	281000		22,144,910
Heritage and cultural assets				0
Intangible assets				0
Total	33,904,412	3,489,265	0	37,393,677

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs')

ANNEX 5

	PROJECT NAME	BANK	ACCOUNT MANAGER	BANK BALANCE 2019/18	BANK BALANCE 2017/18
1	ST JOSEPH'S KAPKENYELOI SEC SCH	Co-operative	1141441031000	1,713,199	82,937
2	KAPSOSIO PRIMARY SCHOOL	Co-operative	1139183046100	787	2,762
3	AIC KAPKATET P SCHOOL KIMOGOCH	Co-operative	1139329520100	401,025	1,025
4	KIPSAMOITE ADVENTIST PRI	Co-operative	1139328723102	203,465	3,465
5	KOILEL PRIMARY SCHOO	Co-operative	1141443103300	90,293	4,793
6	ST.MATHEWS KORMAET SEC. SCHOOL	Co-operative	1139441350100	1,503,159	2,959
8	SDA TIRIIN PRIMARY SCHOOL	Co-operative	1139326247201	39,053	1,013
9	ST. BRIGITTA GIRLS KIPKARREN SEC SCHOOL	Co-operative	1141045811300	939,508	14,953
10	ST.JOSEPH'S KAMASIA PRIMARY SCHOOL	Co-operative	1141442950200	74,061	5,348
11	ST PETERS BIREI PRIMARY SCHOOL	Co-operative	1139328937300	801,333	1,333
12	EISERO GIRLS	Co-operative	1139183988200	2,002,447	2,447
13	ADC TOLILET PRIMARY SCHOOL CD	Co-operative	1139609920900	400,253	253
14	ST.PATRICKS CHEMNOET S.SCH	Co-operative	1139441368400	202,258	28,875
15	KABIEMIT CHIEFS OFFICE	Co-operative	1141880211400	4,775	0
16	KAMUNGEI POLICE POST	Co-operative	1134328642300	952	5,307
17	KAPKETET SECONDARY SCHOOL	Co-operative	1139440334400	1,116,073	38,820
18	KAPKOIMUR SECONDARY SCHOOL	Co-operative	1139046818301	44,590	1,002,790
19	ALL SAINTS KEBULONIK PRI SCH	Co-operative	1129327128401	3,428	85,402
20	KIPKAREN PRIMARY SCHOOL	Co-operative	1141443687000	528,475	3,475
21	KOIBAN SECONDARY SCHOOL	Co-operative	1141443814200	1,068,903	68,403
22	KOITALEL SAMOEI HIGH SCHOOL KUGERONIOT	Co-operative	1139329048600	1,212,800	1,325
23	ACK SARORA SEC.SCHOOL	Co-operative	1139441364200	1,604,395	4,295
24	ST CHARLES LWANGA CHEPKOIYO SEC SCH	Co-operative	1139328141600	803,417	1,002,825
25	ST MARK SERETIO PRIMARY SCHOOL	Co-operative	1141440097400	776,068	43
26	ST PETER'S KAPKEBEN PRIMARY	Co-operative	1139440061100	412,475	2,535
27	AIC CHEPYAGORIS SEC SCHOOL	Co-operative	1139328640900	808,407	8,407
28	KABIYET DEPUTY COUNTY COMMISSIONER	Co-operative	1141810033100	53,431	0
29	KAPKATET CHIEFS OFFICE	Co-operative	1141442931500	68,358	2,908
Total				16,877,384	2,378,693

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs)

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)																								
	<p>The Statement Assets and Liabilities reflect a bank balance of Kshs. 8,938,267 as at 30 June 2018. However, examination of the bank reconciliation statement for the month of June 2018 revealed payments in the bank statement amounting to Kshs. 2,900,665 not recorded in the cashbook. No explanation was provided for failure to record the payments in the cashbook.</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Payee</th> <th>Cheque No</th> <th>Amount (Kshs)</th> </tr> </thead> <tbody> <tr> <td>19/12/2014</td> <td>Direct payment</td> <td>5687</td> <td>114,895</td> </tr> <tr> <td>02/02/2015</td> <td>Direct payment</td> <td>5686</td> <td>200,000</td> </tr> <tr> <td>05/08/2015</td> <td>Flory Enterprises</td> <td>6339</td> <td>300,000</td> </tr> <tr> <td>29/08/2015</td> <td>Flory Enterprises</td> <td>6440</td> <td>385,000</td> </tr> <tr> <td>13/08/2015</td> <td>Flory Enterprises</td> <td>6424</td> <td>300,000</td> </tr> </tbody> </table>	Date	Payee	Cheque No	Amount (Kshs)	19/12/2014	Direct payment	5687	114,895	02/02/2015	Direct payment	5686	200,000	05/08/2015	Flory Enterprises	6339	300,000	29/08/2015	Flory Enterprises	6440	385,000	13/08/2015	Flory Enterprises	6424	300,000	<p>The payment in bank statement not in cash book totaling Ksh. 2,900,665 has been noted. Total Kshs 2,899,895 payments in bank statement have been outstanding for quite some time due to missing information and explanations about the details of payments. Efforts to find details of the payments have not been fruitful. Correspondences were sent to the then office bearers and we are awaiting for their response. A payment voucher of kshs 770 has been raised and is been processed to clear the anomaly</p>	Sub-County Accountant/Fund Account Manager	Not resolved	December 2019
Date	Payee	Cheque No	Amount (Kshs)																										
19/12/2014	Direct payment	5687	114,895																										
02/02/2015	Direct payment	5686	200,000																										
05/08/2015	Flory Enterprises	6339	300,000																										
29/08/2015	Flory Enterprises	6440	385,000																										
13/08/2015	Flory Enterprises	6424	300,000																										

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

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)
	25/09/2015 Flory Enterprises 648 400,000				
	31/10/2015 Flory Enterprises 649 300,000				
	21/12/2015 Flory Enterprises 652 300,000				
	20/01/2016 Flory Enterprises 654 300,000				
	11/02/2016 Flory Enterprises 658 300,000				
	30/06/2018 Bank charges 770				
	Total 2,900,665				
	The summary statement of appropriation Recurrent and Development combined reflect an original budget of Kshs. 86,810,345 and adjustments of Kshs. 22,387,375. However, the following reservations have been made; <ul style="list-style-type: none"> The schedule of allocation and disbursements by the Constituency Development Fund board indicate Kshs. 98,189,655.17 resulting 	The original budget for the financial year 2017/2018 was kshs 86,810,345. During the financial year, each of the 290 was allocated an additional budget of kshs 11,379,310. Mosop constituency prepared and submitted a proposal for the same. In a training of Fund Account Managers and sub-county accountants held in Embu, it was agreed that the original budget should remain 86,810,345 and the additional	Fund Account Manager	Resolved	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs)

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)						
	<p>into a variance of Kshs. 11,379,310</p> <ul style="list-style-type: none"> The adjustments which ideally comprise of the bank balance brought forward from the previous year and any other previous years' funding was overstated by Kshs. 13,379,310 as follows; <table border="1"> <tr> <td>Description</td> </tr> <tr> <td>Bank Balance</td> </tr> <tr> <td>2015-2016 AIE</td> </tr> <tr> <td>Total</td> </tr> <tr> <td>Amount in adjustment column</td> </tr> <tr> <td>Overstatement</td> </tr> </table> <ul style="list-style-type: none"> The previous year's (2016-2017) bank balance of Kshs. 9,608,064 included in the adjustments was not supported by a schedule of the projects not funded in the previous year. 	Description	Bank Balance	2015-2016 AIE	Total	Amount in adjustment column	Overstatement	<p>allocation should be an adjustment to the original budget however this has been noted and adjusted accordingly in the statement of appropriation.</p> <p>The Totals of projects not funded during the previous financial year was kshs 63,722,751 which includes an amount of kshs 9,608,064 in the cash book and kshs 54,114,687 allocation that was yet to be received from the NGCDFB. Annex 3 (copy herein enclosed) of the financial statement was presented in support of the total funds due to projects</p>			
Description											
Bank Balance											
2015-2016 AIE											
Total											
Amount in adjustment column											
Overstatement											
	<p>The original budget for the financial year 2017/2018 was kshs 86,810,345. During the financial year, each of the 290 was allocated an additional budget of kshs 11,379,310. Mosop constituency prepared and submitted a proposal for the same.</p>	<p>Fuel is drawn through issue of detail order to the petrol station. Copies of detail orders and fuel register for the period for your review and verification presented to Auditors</p>	Fund Account Manager	Resolved							

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

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)
	<p>In a training of Fund Account Managers and sub-county accountants held in Embu, it was agreed that the original budget should remain 86,810,345 and the additional allocation should be an adjustment to the original budget however this has been noted and adjusted accordingly in the statement of appropriation.</p> <p>The Totals of projects not funded during the previous financial year was kshs 63,722,751 which includes an amount of kshs 9,608,064 in the cash book and kshs 54,114,687 allocation that was yet to be received from the NGCDFB. Annex 3 (copy herein enclosed) of the financial statement was presented in support of the total funds due to projects</p>				
	<p>The statement of financial performance reflects Transfers to other Government entities figure of Kshs. 18,900,000 which comprise of transfers to primary and Secondary schools of Kshs. 11,400,000 and Kshs. 7,500,000 respectively. Included in the transfers to primary school figure of Kshs. 18,900,000 is a disbursement of Kshs. 500,000 to St. Anthony Tulwet Primary School for Completion of 3 classrooms (flooring, painting and windows) according to the project implementation status report provided for audit. The project</p>	<p>The project was proposed and approved by the NGCDFB. Enclosed find the code list for the financial year 2017/2018 with St Anthony Tulwet as one of the approved projects.</p>	Fund Account Manager	Resolved	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs)

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)				
	<p>however, could not be traced in the approved project code lists. The disbursement was made as detailed below;</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Payment Voucher No.</th> </tr> </thead> <tbody> <tr> <td>04/04/2018</td> <td>400014</td> </tr> </tbody> </table>	Date	Payment Voucher No.	04/04/2018	400014				
Date	Payment Voucher No.								
04/04/2018	400014								
	<p>The Construction of laboratory had not commenced despite the funds having been disbursed in 6 April 2018 and funds were still held at the school account number 1202960146 in Kenya Commercial Bank. The Head teacher explained that the funds were not sufficient to complete the project and that they were expecting 2018-2019 disbursements in order to award a full contract.</p>	<p>The construction of the laboratory delayed in the implementation since the school board of management was still contemplating to relocating to the newly acquired land. This took time to be finalized however it has been resolved. The tender notice has been issued and project implementation will start soon. The land has been demarcated and fenced. The process of transferring has been initiated by the school management as attested by the enclosed letter</p>	<p>Fund Account Manager/School Board of Management</p>	<p>Resolved</p>					
	<ul style="list-style-type: none"> • The walls and the floor had developed cracks and no evidence was provided to confirm that the works were supervised by the relevant Government ministry/department. • The payments were made in full and no retention funds were withheld. • The dormitory was not in use. The School head teacher gave the following reason <ul style="list-style-type: none"> ○ Ministry 	<p>St patricks chepnoet and St Clement Nyigon are two separate schools. St Patrick's chepnoet implemented their project on the labour based arranged and Nyigon issued a full contract. The two projects have since been implemented.</p> <p>The project was supervised by the public works officers. Certificate of payment was issued and payments made, however the retention amount was overlooked. The contractor has been asked to refund the money and refix the observed walls and floors cracks before</p>	<p>NG-CDF Committee/FAM</p>	<p>Resolved</p>					

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

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)
	<p>requirements that the Head teacher, Deputy head teacher and the senior master to reside within the school compound and whose residences were not available within the school.</p> <ul style="list-style-type: none"> ○ Reliable source of water - which was not available in the school. ○ Toilets for the dormitory – which were not in place. <p>Beds for the students – which were not yet procured</p>	<p>final inspection. Enclosed find the bank statement showing the balance.</p> <p>The dormitory at Nyogon is not in used due to lack of other complimenting infrastructure. The project was a community priority identified through public participation. The school is in the process of implementing the other projects and the project will thus be put to use.</p> <p>Enclosed find the school board of management minutes explaining the plans of the school as regards the pending projects.</p>			
	<p>According to the project status report, six (6) projects with an approved budget were complete, forty-two (42) projects with an approved budget of Kshs. 30,300,000 were ongoing while fourteen (14) projects with a budget of Kshs. 18,499,441 had not yet started.</p> <p>No reasons were provided as to why the fifty-six (56) projects had not been completed.</p> <p>Consequently, the residents of Mosop constituency failed to benefit from the projects which were not implemented as budgeted.</p>	<p>It's true that projects implementation delayed during the financial year. This was due to the fact that as at the close of the period, on kshs 43,405,172 out of the total of kshs 98,189,655.17 had been received from the NGCDFB. However the funds for the financial year have been received and disbursed towards projects implementations. The planned activities for the period some have been finalized and some on course as show in the attached annex 1</p>	NG-CDFC	Resolved	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)

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)
	<p>Finding Out of the fourteen (14) projects, six (6) were complete and in use while eight (8) were on going. As a result of the delays the people of Mosop constituency did not receive services from the incomplete projects. No plausible reasons have been provided by the management for the delays in completing the projects.</p>	<p>The delay in the implementation of the projects was occasioned by the late receipt of funds. However the committee has put in place measures to ensure that the projects are implemented timely. These include training of the project management committees, and accurate budgeting and estimations</p>	<p>NGCDF Committee/FA M</p>	<p>Resolved</p>	